

Iron Ore Offshore May 24 Morning Technical Comment – 240 Min Chart



Support	Resistance	Current Price	Bull	Bear	
S1	112.53	R1	116.93	116.75	RSI above 50
S2	109.06	R2	119.45		
S3	106.45	R3	125.96		

Synopsis - Intraday

- Price is between the 34-55 period EMA's
- RSI is above 50 (54)
- Stochastic is below 50
- Price is below the daily pivot point USD 116.93
- Unchanged on the technical yesterday. We remained bullish with a potential upside target at USD 125.96 based on our intraday Elliott wave analysis. The futures were just above the weekly pivot point (USD 116.81), a close below this level would warn that sell side pressure was increasing. Likewise, if we held above this level, it would imply that the futures remained supported. Due to the divergence in play, we continued to remain cautious on upside moves. Key support remained unchanged at USD 112.53, below this level the probability of the futures trading to a new high will start to decrease.
- The futures continue to consolidate but price is now between the EMA support band. The RSI is above 50 with price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 116.93 with the RSI at or above 58 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 112.53 will support a bull argument, below this level the technical will have a neutral bias.
- We remain technically bullish with the futures continuing to consolidate. Intraday Elliott wave analysis implies we have a potential upside target at USD 125.96 for this phase of the cycle. Due to the divergence in play, we remain cautious on upside moves at this point, as it warns that we could see a momentum slowdown. Key support remains unchanged at USD 112.53, below this level the probability of the futures trading to a new high will start to decrease.

Chart source Bloomberg