



# Iron Ore Offshore Intraday Morning Technical

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## Iron Ore Offshore June 24 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	117.23	R1	119.45	RSI above 50	Stochastic overbought
S2	116.83	R2	120.15		
S3	112.53	R3	127.15		

### Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Price is above the daily pivot point USD 117.23
- Technically bullish on Friday, having held MA support we had seen another stimulus package in the housing sector that was keeping the futures supported. However, the RSI was now in divergence on the 1-hour chart due to the move higher, whilst above USD 120.15 the 4-hour would be divergence. For this reason, we remained cautious on upside moves at that point.
- The futures remain supported having seen a small move higher. We are above the EMA support band, with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 117.23 with the RSI at or below 50.5 will mean price and momentum are aligned to the sell 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.
- Technically bullish, the MA on the RSI implies that momentum remains supported, warning that the USD 120.15 resistance remains vulnerable in the near-term. Our intraday Elliott wave cycle continues to suggest we could trade as high as USD 125.96 within this phase of the cycle. However, as previously noted, above USD 120.15 the futures will be in divergence with the RSI, implying caution on upside breakouts. A close on the daily chart below the weekly pivot level (USD 116.33) will warn that sell side pressure is increasing, meaning the USD 112,53 support will start to look vulnerable. Below this level, the probability of the futures trading to a new high will start to decrease.

Chart source Bloomberg