

# FIS Iron Ore Offshore

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## Iron Ore June 24 (rolling Front Month)



	Support	Resistance	Current Price	Bull	Bear
S1	116.58	R1	117.30	RSI above 50	
S2	116.27	R2			
S3	110.69	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (53)
- Stochastic is below 50
- Price is above the weekly pivot point (116.27)
- Technically bullish on the last report on the 03/05, having held EMA support the futures had opened above the weekly pivot level (USD 116.58), implying momentum based on price remained supported. As noted previously, the futures had rolled over to the buyside, warning that the USD 120.15 fractal high could be tested and broken. However, this would create further divergences with the RSI; if the upside move failed to hold above the 200-period MA (USD 119.65), we had the potential to enter another more sustained corrective phase. Conversely, upside moves that closed above and held above the average would target the USD 127.14 resistance. Resistance levels were vulnerable in the near-term, but above USD 120.15 they could struggle to hold.
- The futures initially traded to a high of USD 117.04 before testing and holding the EMA support band once again, we are now above the USD 117.04 fractal resistance with the RSI above 50.
- Upside moves that fail at or below USD 127.14 will warn that there is possibly a larger bearish Elliott wave cycle in play. Downside moves that hold at or above USD 103.81 will support a bull argument, below this level the technical will have a neutral bias.
- The futures remain in bullish territory having held the 200-period intraday MA (currently at USD 114.91). Having held 34-55 period EMA support, the subsequent upside move is warning that resistance levels could come under pressure in the near-term; however, we maintain a cautious view on upside breakouts above the USD 120.15 fractal high, as it will create a negative divergence with the RSI. Not a sell signal, it is a warning that we could see a momentum slowdown, which will need to be monitored. We also have the 200-period MA at USD 120.39 (daily), this adds further resistance to the technical. For upside continuation, the futures will need to close above and hold above the USD 120.39 level, and the divergence will need to fail. A close below the weekly pivot level (USD 116.33) will imply that sell side pressure is increasing, meaning support levels could come under pressure. Bullish but not a technical buy, as the technical suggests upside moves could struggle to hold.

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