



Iron Ore Offshore Intraday Morning Technical

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



| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|---------------------|--------------|
| S1 | 103.64 | R1 | 104.85 | Stochastic oversold | RSI below 50 |
| S2 | 101.29 | R2 | | | |
| S3 | 95.40 | R3 | | | |

Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Price is below the daily pivot point USD 105.42
- Technically bearish yesterday, the futures had broken key support, but remained in divergence with the RSI, not a buy signal, it warned that we could see a momentum slowdown. key near-term resistance was at USD 110.46, but we now had a longer-term resistance at USD 116.39 (due to the futures trading below the USD 104.75 level). Upside moves that fail at or below this level would warn that there is a larger, bearish Elliott wave cycle in play. We highlighted this, as the probability of the futures trading at a new high had started to decrease. We remained cautious on downside moves in the near-term due to the divergence in play.
- The futures have found light bid support on the back of the positive divergence. We remain below all key moving averages with the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 105.42 with the RSI at or below 36 will mean price and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 40.5 will mean it is aligned to the buy side. Upside moves that fail at or below USD 110.46 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical this morning, the MA on the RSI is flat, implying momentum is neutral, we remain cautious on downside moves due to the divergence that is in play. Key longer-term resistance is unchanged at USD 116.25, upside moves that reject this level will warn that we potentially have a larger, bearish Elliott wave cycle in play.

Chart source Bloomberg