



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	R1	107.40		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Chart source Bloomberg

- Price is between the 34-55 period EMA's
- RSI is below 50 (47)
- Stochastic is overbought
- Price is above the daily pivot point USD 105.80
- Technically bearish yesterday, the MA on the RSI warned that we had light momentum support. We continued to see buyside support on the back of the positive divergence with the RSI, implying resistance levels were vulnerable. We remain cautious on downside due to the divergence in play.
- The futures traded to a high of USD 109.00 before seeing a small pullback to USD 107.40. Price is between the EMA resistance band with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 105.80 with the RSI at or below 40.5 will mean price and momentum are aligned to the sell 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. Key longer-term resistance remains unchanged at USD 116.25; upside moves that reject this level will warn that there is potentially a larger, bearish Elliott wave cycle in play.
- Technically bearish, the upside move to USD 109.00 failed to hold, resulting in an intraday rejection candle, warning we have sell side pressure in the Fibonacci resistance zone. Momentum is conflicting, as the MA on the RSI is indicating that it is supported; however, the RSI is below 50 with the stochastic in overbought territory, implying we are vulnerable to a move lower, providing the RSI holds below 50. A close on the 4-hour candle below USD 106.85 (the low of the rejection candle) will warn that support levels could come under pressure. Likewise, a close above the high of the rejection candle (USD 109.00) will indicate that buyside pressure is increasing, warning the USD 110.46 resistance could be tested and broken.

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