



# Iron Ore Offshore Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

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



	Support	Resistance	Current Price	Bull	Bear	
S1	106.17	R1	106.65	RSI above 50	Stochastic overbought	
S2	105.35	R2				109.10
S3	103.82	R3				110.54

### Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (52)
- Stochastic is above 50
- Price is above the daily pivot point USD 106.17
- Technically bearish with a neutral bias due to the breach in the key resistance on the last report, meaning that the probability of the futures trading to a new low had started to decrease. The MA on the RSI indicated that momentum was supported, the RSI had broken resistance, implying downside moves looked like they would be countertrend in the near-term. If we closed on the daily candle above the weekly pivot level (USD 106.22), it would indicate buy-side pressure was increasing on the higher timeframe. Likewise, if we closed the daily candle above the high of the last dominant bear candle (USD 105.15), it would warn that resistance levels could be tested and broken. Based on the technical at these levels, resistance was now vulnerable with price not considered a technical sell.
- The futures produced a bullish close before seeing a small technical pullback that has failed to hold. We are above the EMA resistance 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 106.17 with the RSI at or below 46.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 103.82 will support a near-term bull argument, below this level the futures will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI would suggest that momentum is supported at this point. The bullish daily close above USD 105.15 is warning that resistance levels could be tested and broken. However, if we do see a close below the last dominant bull candle on the daily chart (USD 102.80), it will indicate that sell side pressure is increasing, warning that USD 101.95 fractal low could be tested and broken. We remain cautious on downside breakouts to a new low due to the potential for further RSI divergences, we also maintain our view that downside moves look like they could be countertrend based on the futures breaching key resistance previously.

Chart source Bloomberg