



# 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	107.89	R1	110.25	RSI above 50	Stochastic overbought	
S2	106.30	R2				112.60
S3	106.15	R3				113.25

### Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Price is above the daily pivot point USD 106.15
- Technically bearish with a neutral bias on Friday, the MA on the RSI suggested that momentum was supported. The bullish daily close above USD 105.15 warned that resistance levels could be tested and broken. However, if we did see a close below the last dominant bull candle on the daily chart (USD 102.80), it would indicate that sell side pressure was increasing, warning that USD 101.95 fractal low could be tested and broken. We remained cautious on downside breakouts to a new low due to the potential for further RSI divergences, we also maintained our view that downside moves look like they could be counter-trend based on the futures breaching key resistance previously.
- The futures have continued to move higher with price breaking the USD 109.10 fractal resistance, meaning the intraday technical is now bullish. 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 106.15 with the RSI at or below 50 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 106.30 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying that momentum is supported at this point. We are now testing the 200-period MA at USD 110.08, if we close above and hold above the average, it will further support a bull argument. However, upside moves that fail at or below USD 115.78 will warn that there could be a larger, bearish Elliott wave cycle in play. Near-term momentum suggests that resistance is vulnerable, but we now need to produce bullish price action above the longer-term average to avoid a technical pullback.

Chart source Bloomberg