



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 | 107.90 | R1 | 111.33 | RSI above 50 | Stochastic overbought |
| S2 | 106.31 | R2 | 112.60 | | |
| S3 | 105.38 | R3 | 113.25 | | |

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (61)
- Stochastic is overbought
- Price is above the daily pivot point USD 108.57
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported. We were testing the 200-period MA at USD 110.08, if we closed above and held above the average, it would further support a bull argument. However, upside moves that fail at or below USD 115.78 would warn that there could be a larger, bearish Elliott wave cycle in play. Near-term momentum suggests that resistance was vulnerable, but we needed to produce bullish price action above the longer-term average to avoid a technical pullback.
- Having seen an intraday test to the downside in the Asian day session, the futures are now trading just above the 200-period MA (USD 109.64), the RSI is above 50 with intraday price and momentum aligned to the buy side.
- A close on the 4-hour candle below USD 108.57 with the RSI at or below 53 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 106.27 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical today, the MA on the RSI is indicating that momentum is still supported with price above the EMA support band. We are just above the 200-period MA but now need to close above and hold above the average; if we do, it will further support a bull argument, failure to hold above the average could result in a technical pullback. Key longer-term resistance remains unchanged at USD 115.78.

Chart source Bloomberg