



# Iron Ore Offshore Intraday Morning Technical

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



	Support	Resistance	Current Price	Bull	Bear
S1	99.93	R1	101.64	100.95	RSI below 50
S2	97.73	R2	102.33		
S3	95.95	R3	103.51		

### Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (45)
- Stochastic is above 50
- Price is above the daily pivot point USD 99.93
- Technically bearish on Monday, The MA on the RSI continued to suggest that momentum is supported, warning that there could still be further upside in this corrective move higher, making USD 106.42 the key resistance to follow. A move above this level will warn that the probability of the futures trading to a new low had started to decrease. However, our intraday Elliott wave analysis continued to warn that upside moves look like they would be countertrend at this point.
- The upside moves failed to hold, resulting in the futures selling to new lows in Tuesday's day session. As noted in the close report last night, the futures had a 5-wave pattern lower whilst price was in divergence with the RSI, implying caution on moves lower. The futures have since found bid support with price testing the EMA resistance band, the RSI is below 50 but price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 99.93 with the RSI at or below 40.5 will mean price and momentum are aligned to the sell side.
- Technically bearish, the move above the USD 101.64 means that we have a neutral bias, meaning that the probability of the futures trading to a new low has started to decrease. The MA on the RSI is flat, implying momentum is neutral; however, the futures are moving higher on a positive divergence. We are cautious on downside moves, as the technical is suggesting the futures are not a sell at these levels, below USD 98.00 will create further divergences with the RSI. If we trade above the high of the last dominant bull candle (USD 102.10), it will warn that the USD 103.50 fractal resistance could be broken, taking the technical into bullish territory.

Chart source Bloomberg