



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	101.86	R1	104.23	RSI above 50 Stochastic overbought
S2	100.58	R2	106.15	
S3	100.12	R3	108.76	

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (51)
- Stochastic is overbought
- Price is above the daily pivot point USD 100.58
- Technically bearish yesterday, the move above the USD 101.64 meant that we had a neutral bias, meaning that the probability of the futures trading to a new low had started to decrease. The MA on the RSI was flat, implying momentum was neutral; however, the futures were moving higher on a positive divergence. We were cautious on downside moves, as the technical was suggesting the futures were not a sell at these levels, below USD 98.00 the futures would create further divergences with the RSI. If we traded above the high of the last dominant bull candle (USD 102.10), it would warn that the USD 103.50 fractal resistance could be broken, taking the technical into bullish territory.
- The futures traded above the USD 102.10 level yesterday, resulting in price breaking fractal resistance, the intraday technical is now bullish. Price is above the EMA resistance band with the RSI near-neutral at 51, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 100.58 with the RSI at or below 43 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 100.12 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating that momentum is supported at this point. The intraday futures are now trading just above the weekly pivot level (USD 102.40), if we close above and hold above this level on the daily chart, it will further support a buyer's argument. The new high and momentum support is warning that resistance levels remain vulnerable, suggesting support levels should in theory hold if tested. However, upside moves that fail at or below USD 108.76 will warn that there is still potentially a larger bearish Elliott wave cycle in play. Our lower timeframe wave analysis is suggesting that the downside cycle may have completed, but we should be mindful of this resistance just in case.

Chart source Bloomberg

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