



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	102.98	R1	104.23	
S2	102.48	R2	106.15	
S3	101.79	R3	108.76	
		103.95	RSI above 50	

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (54)
- Stochastic is below 50
- Price is above the daily pivot point USD 102.48
- Technically bullish yesterday, the MA on the RSI indicated that momentum was supported. The intraday futures were trading just above the weekly pivot level (USD 102.40), if we closed above and held above this level on the daily chart, it would further support a buyer's argument. The new high and momentum support warned that resistance levels remained vulnerable, suggesting support levels should in theory hold if tested. However, upside moves that failed at or below USD 108.76 would warn that there was still potentially a larger bearish Elliott wave cycle in play. Our lower timeframe wave analysis suggested that the downside cycle may have completed, but we needed to be mindful of the resistance just in case.
- The futures did see an intraday pullback with price rejecting the weekly pivot level; however, support levels have held, resulting in the futures trading to a new high. We are above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 102.48 with the RSI at or below 46 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 101.79 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. However, we are now testing a resistance zone that formed in July, whilst the stochastic in divergence, warning upside moves could be limited, leaving the futures vulnerable to an intraday pullback. We are cautious on intraday upside moves today, as the resistance implies support could come under pressure in the near-term, making USD 101.79 the key support to follow.

Chart source Bloomberg