



Iron Ore Offshore Intraday Morning Technical

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Iron Ore Offshore Oct 24 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear	
S1	99.89	R1	96.80	Stochastic oversold	RSI below 50	
S2	99.00	R2				101.48
S3	97.80	R3				102.69

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot point USD 101.48
- Unchanged on the technical on Friday, we remained bearish with a neutral bias, we noted previously that the hidden divergence on the daily chart suggested caution on upside moves. The intraday move above USD 102.60 meant that we had a negative divergence in play, warning that we had the potential to see a momentum slowdown. The technical continued to suggest caution on upside moves, as we are looking vulnerable to a technical pullback.
- The futures have sold over USD 4.00 lower with price breaking key support, meaning we are back in bearish territory. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 101.48 with the RSI at or above 57.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 100.88 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is indicating that momentum is weak. The RSI has broken support, warning upside moves now have the potential to be countertrend. We are bearish, but the futures have just dropped 4%, meaning lower timeframe momentum is oversold, warning we have the potential to hold around these levels or see a countertrend move higher in the near-term.