



# 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	94.16	R1	97.96	Stochastic oversold	RSI below 50
S2	91.76	R2	98.38		
S3	88.70	R3	98.60		

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot point USD 98.38
- Technically bearish yesterday, the MA on the RSI indicated that momentum was weak. The RSI had broken support, warning upside moves had the potential to be countertrend. We were bearish, but the futures had dropped 4%, meaning lower timeframe momentum was oversold, warning we have the potential to hold around these levels or see a countertrend move higher in the near-term.
- The futures consolidated for the rest of the day; however, we have seen a move lower in the Asian day session. 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 98.38 with the RSI at or above 51 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 99.99 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 continues to suggest that momentum is weak. Countering this, the 1-hour RSI is in divergence with the RSI, not a buy signal, it is a warning that we have the potential to see a momentum slowdown. We maintain our view that upside moves look like they could be countertrend, based on RSI breaking support previously; however, we are cautious on downside moves at these levels, in the near-term, due to the divergence on the lower timeframe.

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