



Iron Ore Offshore Intraday Morning Technical

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



	Support	Resistance	Current Price	Bull	Bear
S1	99.79	R1	103.25	101.05	Stochastic oversold
S2	98.10	R2	106.45		
S3	95.55	R3	109.12		

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Price is below the daily pivot point USD 103.25
- Technically bullish on Thursday, the MA on the RSI implied that we had light momentum support. However, the upside move to a new high meant that the RSI was in divergence with price. Not a sell signal, it warned that we could see a momentum slowdown, which needed to be monitored. We had a note of caution on moves higher; if we closed back below and held below the 200-period MA (USD 104.76), it would warn that sell side pressure was increasing.
- The futures sold lower with price closing back below the 200-period MA (currently USD 104.38), resulting in price trading below the USD 100.79 level. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 103.25 with the RSI at or above 51.5 will mean it is aligned to the buyside. Upside moves that fail at or below USD 109.12 will warn that there is potentially a larger, more complex, bearish Elliott wave cycle in play.
- The intraday technical is now bearish with price breaching the USD 100.79 support, meaning that the probability of the futures trading to a new high has started to decrease. The MA on the RSI is implying that momentum is weak at this point, as is the move back below the 200-period MA. Near-term price action is a little oversold; however, the technical condition is weakening, suggesting caution on upside moves in the near-term.