



Iron Ore Offshore Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

Iron Ore Offshore Jan 25 Morning Technical Comment – 240 Min Chart



Support	Resistance	Current Price	Bull	Bear
S1	104.83	R1	107.20	Stochastic overbought
S2	103.97	R2	108.37	
S3	103.33	R3	110.03	

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (56)
- Stochastic is overbought
- Price is below the daily pivot point USD 104.83
- Technically bullish yesterday with price remaining above key support. However, a bearish rejection candle previously (daily) followed by a small move lower yesterday, meant that the daily candle was back below the 200-period MA (USD 105.16), warning that support levels were vulnerable. We maintained a cautious view on upside moves, as the divergence suggests that they could struggle to hold.
- The futures have seen a small move higher, meaning we remain above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 104.83 with the RSI at or below 55.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 103.97 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating we have light momentum support. We are trading back above the 200-period daily MA (USD 105.11), if we close above and hold above the average, it will further support a buyer's argument. As noted previously, the Elliott wave cycle did warn that we could see one more test to the upside; however, we look to be on a wave 5, the futures have already sold lower on a negative divergence with the RSI, suggesting caution on upside moves. We may move higher in the very near-term, but the futures are not considered a technical buy at these levels, as the divergence and wave cycle suggest that they could struggle to hold.

Chart source Bloomberg