



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	100.94	R1	101.55		RSI below 50
S2	100.66	R2			
S3	99.71	R3			

Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (42)
- Stochastic is above 50
- Price is above the daily pivot point USD 100.94
- Technically bearish last week, the MA on the RSI indicated that momentum was weak. Lower timeframe Elliott wave analysis implied that upside moves should in theory be countertrend, meaning we are cautious on moves higher at that point.
- The futures traded to a low of USD 99.80 before finding bid support 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 buyside.
- A close on the 4-hour candle below USD 100.954 with the RSI at or below 37 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 104.75 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above USD 99.71 will warn that there could be a larger, bullish Elliott wave cycle in play.
- Technically bearish, the MA on the RSI is now flat, implying momentum is neutral. The downside move is finding bid support above the USD 99.71 level, warning there could still be a larger, bullish Elliott wave cycle in play. However, lower timeframe Elliott wave analysis continues to suggest that upside moves should in theory be countertrend, making USD 104.75 the key resistance to follow. If we do trade above this level, then the probability of the futures trading to a new low will start to decrease. We remain cautious on upside moves, as support levels still look vulnerable.

Chart source Bloomberg