



Iron Ore Offshore Intraday Morning Technical

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



Support	Resistance	Current Price	Bull	Bear
S1	R1	101.00		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34-55 period EMA's
- RSI is below 50 (43)
- Stochastic is below 50
- Price is above the daily pivot point USD 101.06
- Technically bearish yesterday, the MA on the RSI was flat, implying momentum was neutral. The downside move was 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 continued to suggest that upside moves should in theory be countertrend, making USD 104.75 the key resistance to follow. If we did trade above this level, then the probability of the futures trading to a new low would start to decrease. We remained cautious on upside moves, as support levels still looked vulnerable.
- The futures traded to a low of USD 99.90, before finding bid support into the close of the Asian day session. We remain below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 101.06 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.
- Unchanged on the technical today, as the downside move yesterday failed to trade below the USD 99.80 fractal support. Our Elliott wave analysis indicates that we should trade below the USD 99.80 level, implying this phase of the corrective cycle is yet to complete; for this reason, we maintain a cautious view on upside moves, as they could struggle to hold.