



# Iron Ore Offshore Intraday Morning Technical

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

## Iron Ore Offshore Feb 25 Morning Technical Comment – 240 Min Chart



	Support	Resistance	Current Price	Bull	Bear
S1	95.45	R1	97.40	Stochastic oversold	RSI below 50
S2	93.60	R2	100.25		
S3	91.26	R3	101.60		

### Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Price is below the daily pivot point USD 97.40
- Technically bearish yesterday, the MA on the RSI continued to imply that momentum was weak. We maintained our view that upside moves look like they could be countertrend; however, we still lacked clarity on whether this is a wave A extension, or a short wave-B higher, meaning we were on wave C. Key resistance was at USD 103.58, upside moves that rejected this level would warn that the initial move lower as an extended wave A, leaving support levels vulnerable.
- The futures traded to a low of USD 95.90 before finding light bid support to trade back at yesterday morning's levels. 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 97.40 with the RSI at or above 42 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 103.42 will warn that there could be a larger, bearish Elliott wave cycle in play.
- Technically bearish, the MA on the RSI is implying that momentum is weak; however, the futures are finding bid support on a minor positive divergence with the RSI, warning sell side momentum could slow down. We maintain our view based on lower timeframe Elliott wave analysis that upside moves look like they could be countertrend. As noted previously, key resistance is at USD 103.42, upside moves that reject this level will warn that the initial move lower is an extended wave A, leaving support levels vulnerable.

Chart source Bloomberg