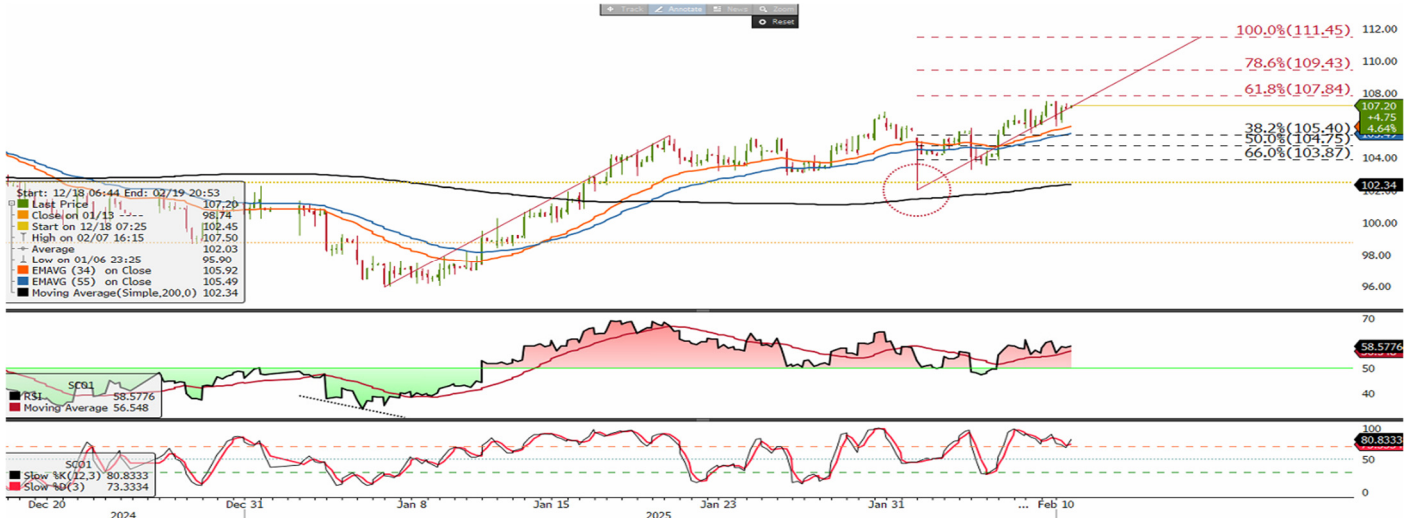




Iron Ore Offshore Intraday Morning Technical

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

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



	Support	Resistance	Current Price	Bull	Bear
S1	106.20	R1	107.84	RSI above 50	Stochastic overbought
S2	105.40	R2	109.43		
S3	104.75	R3	111.45		

Synopsis - Intraday

- Price is above the 34-55 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot point USD 106.20
- Technically bullish on the previous report, we noted that a move above USD 103.85 would confirm that we have entered a bullish impulse wave 5. If we did, then we have the potential to trade as high as USD 108.99 within this phase of the cycle; however, a new high would create a negative divergence with the RSI, not a sell signal, it warned that we could see a momentum slowdown which needed to be monitored. We maintain our view that downside moves should be considered as countertrend at that point.
- The futures have traded to a new high with price now in divergence with the RSI. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below 106.20 with the RSI at or below 54.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 103.87 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying that momentum is supported. However, we are moving higher with the RSI moving lower, whilst in divergence. This is warning that we could see a momentum slowdown, suggesting caution on upside moves at these levels. Fibonacci projections do suggest that we could trade as high as USD 107.84; the divergence suggests caution, as upside moves could struggle to hold.

Chart source Bloomberg