



Iron Ore Offshore Intraday Morning Technical

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



	Support	Resistance	Current Price	Bull	Bear
S1	98.77	R1	100.92	Stochastic oversold	RSI below 50
S2	95.90	R2	103.15		
S3	88.40	R3	104.32		

Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot point USD 100.92
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak, suggesting resistance levels should hold if tested. Intraday Elliott wave analysis also suggested that upside moves should be considered as countertrend. Key resistance is at USD 106.05, upside moves that rejected this level would warn that there was a larger, bearish wave cycle in play. We did have a marginal divergence on the 1-hour timeframe that warned we could see a momentum slowdown. However, if the divergence failed, it would leave support levels vulnerable.
- The futures have seen another small test to the downside; however, the RSI continues to rise, meaning we remain in divergence. 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 100.92 with the RSI at or above 36.5 will mean price and momentum are aligned to the buyside; . Upside moves that fail at or below USD 105.92 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical today. We remain bearish with the RSI in divergence, meaning we have a note of caution on downside moves at these levels in the near-term. However, as noted previously, our Elliott wave analysis continues to suggest that upside moves should be considered as countertrend.

Chart source Bloomberg