



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 | 100.28 | R1 | 101.60 | RSI below 50 |
| S2 | 98.77 | R2 | 102.84 | |
| S3 | 97.65 | R3 | 104.07 | |

Synopsis - Intraday

- Price is below the 34-55 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- Price is above the daily pivot point USD 100.28
- Technically bearish yesterday, the upside move has failed to hold, warning the USD 98.95 fractal low was now vulnerable. If broken, our lower timeframe Elliott wave analysis suggested that we had the potential to trade as low as USD 95.20 within this phase of the cycle. However, below USD 98.95 the futures would be in divergence with the RSI. Not a but signal, it warned that we could see a momentum slowdown, which would need to be monitored.
- The futures sold to a low of USD 98.95; however, price immediately found bid support on the back of the positive divergence with the RSI. 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 100.28 with the RSI at or below 39 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 105.78 will warn that there is a larger bearish wave cycle in play.
- Technically bearish, the upside move on the back of the positive divergence means we are now caution on moves lower at these levels, as the minimum requirement for phase completion on the lower timeframe Elliott wave cycle was met on the new low. If we trade above USD 101.60, then the intraday technical will be bullish based on price, making USD 105.75 the key resistance to follow. Upside moves that reject this level will warn that there is a larger bearish wave cycle in play.

Chart source Bloomberg