



# Iron Ore Offshore Intraday Technical

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## Iron Ore Offshore May 25 Morning Technical Comment—240 Min Chart Technical



	Support	Resistance	Current Price	Bull	Bear
S1	98.69	R1	100.78	RSI above 50	Stochastic overbought
S2	97.77	R2	101.52		
S3	97.01	R3	103.25		

### Synopsis - Intraday

Chart source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Price above daily pivot level USD 98.69
- Technically bearish with a neutral bias yesterday, the probability of the futures trading to a new low had started to decrease. The MA on the RSI implied that we had light momentum support, meaning resistance levels were vulnerable in the near-term. If we closed below and held below the weekly pivot point on the daily candle (USD 97.77), it would warn that sell side pressure was increasing, meaning Fibonacci support levels could come under pressure. The wave cycle was now neutral, for upside continuation, the futures would need to close above and hold above the intraday 200-period MA (USD 99.89).
- The futures moved higher in the Asian day session, resulting in price closing above the 200-period MA (USD 99.81). We are now above 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 98.69 with the RSI at or below 51 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 94.62 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI implies momentum is supported. The upside moves is not supporting a bullish impulse move in terms of Elliott wave; however, considering the outside influences at the moment, this is to be expected. Price is now above the intraday 200-period MA, if we hold above it, then we target the daily 200-period MA (USD 101.25). This is the benchmark average on the higher timeframe, a close above that holds above it would suggest the USD 103.25 fractal high will be tested and broken. Conversely, a close below USD 99.81 will warn that the weekly pivot support at USD 97.77 could come under pressure. I am currently neutral, as the upside moves has been higher than expected.

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