

Iron Ore Offshore June 25 Morning Technical Comment—240 Min Chart Technical



Support		Resistance		Current Price	Bull	Bear
S1	99.69	R1	102.52	101.45	RSI above 50	Stochastic overbought
S2	99.00	R2	103.25			
S3	98.05	R3	104.30			

Synopsis - Intraday

Chart source Bloomberg

- Price is above the 34 - 55 period EMA's
- RSI is above 50 (64)
- Stochastic is overbought
- Price above daily pivot level USD 99.69
- Bearish with a neutral bias yesterday, the MA on the RSI implied that momentum was supported. The futures had closed above the USD 98,95 level; however, we had rejected the polarity resistance at USD 100.60. For upside continuation, we need to close above and hold above this level; if we did, then we would target the USD 103.25 fractal high. Whilst below polarity resistance, we maintained a note of caution on moves higher.
- The futures closed the Asian evening session on the polarity resistance, with price moving higher in the day session. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 99.69 with the RSI at or below 56.5 will mean price and momentum were aligned to the sell side. Downside moves that hold at or above USD 98.05 will support a bull argument, below this level the Elliott wave cycle will be back in bearish territory.
- The Elliott wave cycle is bearish with a neutral bias, the move and close above the 100.60 polarity resistance indicates intraday price action is bullish, suggesting the USD 103.25 fractal high will be tested and broken. Intraday price is above the daily 200-period MA (USD 100.91), a close above that holds above this level will be preferable; however, the break in polarity support does suggest that downside moves should be considered as countertrend.