

# FIS Iron Ore Offshore

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## Iron Ore June 25 (rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	99.189	R1	101.49	99.65		Stochastic overbought
S2	98.32	R2	102.80			
S3	97.16	R3	104.15			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is at 50 (50)
- Stochastic is overbought
- Technically bearish with a neutral bias on the last report (in April), the probability of the futures trading to a new low had started to decrease. The MA on the RSI implied that momentum remained supported, but the futures were struggling to hold above the March support zone that formed around the USD 99.70 level (highlighted on chart). Technically, the breach in the USD 99.92 level suggests that resistance levels are vulnerable. However, support was potentially turning into resistance, whilst we also had the 200-period EMA at USD 101.18, meaning we were cautious on moves higher, as the technical warned that we could see a move lower.
- The futures sold to a low of USD 94.70 before finding bid support and moving higher, we have since rolled into the June contract. Price is above the 8-21 period EMA's with the RSI neutral at 50, the futures are selling lower today.
- Downside moves that hold at or above USD 97.16 will support a near-term 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 that we have light momentum support. The futures closed above the 200-period MA on the 14/05, this was a high volume candle, warning we could see some support around the low of the candle (USD 99.30). We are back below the 200-period MA (USD 100.92), if we close below the USD 99.30 level, it will warn that the USD 97.16 support could come under pressure; if broken the futures will be back in bearish territory. Conversely, a close back above the 200—period MA will imply that there is an underlying support in the market. The upside move above the USD 99.92 level warns that the probability of price trading to a new low is decreasing, the fact this level has been reached twice, means we are cautious on moves lower whilst above the USD 97.16 Fibonacci support.

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