

FIS Iron Ore Offshore Intraday Technical

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



Synopsis - Intraday

Chart source Bloomberg

- Price is between the 34 - 55 period EMA's
- RSI is below 50 (45)
- Stochastic is overbought
- Price below daily pivot level USD 94.55
- Technically bearish yesterday, the MA on the RSI implied that we had light momentum weakness; however, despite the move lower, the RSI remained divergence with the price, meaning we remained cautious on downside moves at those levels whilst the divergence is in play. We were a cautious bear.
- The futures have moved higher on the divergence. We are between the EMA resistance band with the RSI below 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 94.55 with the RSI at or below 35.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 99.17 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI implies we have light momentum support. We are cautious on moves lower due to price rising on the positive divergence highlighted previously. However, the futures are now in the EMA resistance band, which has a bearish slope. For upside continuation, we would like to see price close and hold above the 55-period MA (USD 96.03).

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