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Iron Ore Offshore Oct 62 V 65 Spread Intraday Technical



Support		Resistance		Current Price	Bull	Bear
S1	14.97	R1	16.08	15.55	RSI above 50	
S2	13.26	R2	16.22			
S3	12.95	R3	16.80			

Synopsis - Intraday

- Price is below the 20—period MA
- 21 period RSI is below 50 (54)
- 2— period RSI is at (86)
- Technically bearish yesterday, the futures had traded to a low of USD 12.62 in the Asian day session, putting price over two standard deviations below the linear regression line (USD 13.09), and the lower Bollinger band (USD 13.33). We noted that we had a bullish rejection candle on support. This warned that the futures were starting to look overextended to the upside, leaving price vulnerable to an intraday move higher.
- The futures have found bid support and move higher with price now above the linear regression line (USD 14.97). We are above the 20-period MA with the RSI above 50.
- Price remains below the USD 16.22 fractal high, meaning the spread is still in bearish territory. We are now approaching the upper Bollinger band resistance (USD 16.08) whilst the 2-period RSI is at 87, suggesting resistance could hold if tested in the near-term. However, corrective moves lower that find bid support above/between the USD 14.97 level and the 20-period MA (USD 14.67) will need to be alert for further moves higher, as we could see the USD 16.22 fractal resistance come under pressure.

Chart source Bloomberg

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