

FIS Iron Ore Offshore

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Iron Ore Feb 26 (rolling Front Month)



Support		Resistance		Current Price	Bull	Bear
S1	102.40	R1	105.07	104.40		RSI below 50
S2	101.72	R2	105.90			
S3	99.73	R3	107.02			

Synopsis - Intraday

Source Bloomberg

- Price is below the 34 - 55-period EMA's
- RSI is below 50 (47)
- Stochastic is below
- Technical outlook—Cautious below USD 108.19 (last week). The corrective move over the previous two trading sessions had resulted in price breaching the USD 105.90 support. This had weakened the broader bullish structure and warned that price may fail to achieve the USD 109.40 fractal high. On the buy side, a rally above USD 108.19 would signal that buy-side pressure was intensifying; in this scenario, the USD 109.40 fractal high would become increasingly vulnerable. With the broader bullish trend weakening and the RSI breaking near-term support, we adopt a cautious approach to further upside while price remained below USD 108.19.
- The weaker momentum resulted in price selling lower, the technical is now in bearish territory. We are below the EMA support band with the RSI below 50.
- Upside moves that fail at or below USD 170.02 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Bearish, caution on upside moves.
- The sell-off has driven price into bearish territory, while the RSI moving average continues to imply weak momentum. A bullish support candle has formed as intraday momentum became oversold; however, the downside move in the RSI has broken support, warning that upside moves should be considered countertrend. This view is reinforced by the intraday RSI making new lows. We identify USD 107.02 as the key resistance to monitor. Upside moves that fail at or below this level will imply buy-side momentum remains weak. Conversely, a break above USD 107.02 would be considered deep into the prior bearish wave, suggesting that the probability of price achieving new lows will begin to decrease.

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