

# FIS Iron Ore Offshore

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## Iron Ore June 26 (rolling Front Month Weekly)



	Support	Resistance	Current Price	Bull	Bear
S1	109.00	R1	109.15	RSI above 50	
S2	107.55	R2			
S3	105.43	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 34 - 55-period EMA's
- RSI is above 50 (58)
- Stochastic is above 50
- Technical outlook previously: Buyside pressure is increasing
- A report on the weekly timeframe last week to highlight a potential breakout that was in play. The futures were trading above USD 109.40, signaling the highest pricing in 56 weeks. A close and hold above this level on the daily/weekly timeframe would signal further increased buyside pressure, warning resistance levels could be tested. As a general rule, rectangular breakouts had a tendency to target the 100% projection level, meaning we had a longer-term bull target at USD 127.10. Market bulls should be cautious on corrective moves that close and hold below the USD 109.40 level, as it would indicate we could be looking at a failed breakout (fakeout)
- The futures have traded to a high of USD 111.90 before entering a corrective phase. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 105.43 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: inflection point.
- The futures are at an inflection point as price has not produced a close and hold above the USD 109.40 level. However, we have daily support at USD 109.00 (previous high), while the RSI moving average implies we have momentum support. Elliott wave analysis currently suggests that downside moves should be considered as countertrend, providing throwbacks hold above the USD 107.55 support. Below USD 107.55 will weaken the daily an intraday technical, warning that the probability of the futures trading to a new high will start to decrease.

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