# Iron Ore Offshore Intraday Technical

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## Iron Ore Oct Offshore




| Support | | Resistance | | Current Price | Bull | Bear |
|---|---|---|---|---|---|---|
| S1 | 95.70 | R1 | 97.31 | 96.30 | | RSI below 50 |
| S2 | 95.05 | R2 | 97.45 | | | |
| S3 | 94.50 | R3 | 98.20 | | | |

### Synopsis - Intraday

Chart source Bloomberg

- Price is below the 34 - 55 period EMA's
- RSI is below 50 (49)
- Stochastic is overbought
- Price is above daily pivot level USD 95.70
- Technical Outlook Previously: Supported/cautious on upside moves
- The futures were seeing light bid support on the RSI divergence supported by price and momentum becoming aligned to the buyside. Upside moves above the intraday fractal resistance at USD 96.15 would signal an increase in buyside pressure, warning resistance levels could be tested in the near-term. A close and hold above the intraday 200-period MA at USD 97.27 would further support a near-term buyers argument. However, the depth of the pullback was supported by the RSI moving below 30 (it had since reclaimed 30), this is a warning of momentum weakness, implying upside moves had the potential to be countertrend. If the USD 99.20 resistance was breached, then the probability of price trading at a new low would start to decrease.
- The futures traded at a high of USD 96.50. We remain below the EMA resistance band with the RSI near neutral at 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 95.70 with the RSI at or below 32.5 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 99.20 would level the futures vulnerable to further tests to the downside, above this level the technical would re-enter bullish territory.
- Technical Outlook: Supported
- Having see the RSI reclaim the 40 level the futures reman supported with price and momentum aligned to the buyside. The RSI is near-neutral at 49, if we move above 50 we will have positive velocity and acceleration, warning the 200-period MA at USD 97.31 could be tested. However, as highlighted previously, we maintain a note of caution on upside moves, as the depth of the pullback supported by weak momentum, warn we could struggle to hold. The market is supported, but from a technical perspective upside moves should be treated with caution at this point.

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