

Iron Ore Nov Offshore



	Support		Resistance	Current price	Bull	Bear
S1	89.69	R1	91.37	91.15		RSI below 50
S2	88.40	R2	91.71			
S3	88.25	R3	92.35			

Synopsis- Intraday

- Price is below the 34-55 period EMA's
- RSI below 50 (48)
- Stochastic is below 50
- Price is below the daily pivot level (USD 91.37)
- Intraday Technical Outlook Previously: Momentum weakness
- Price is finding resistance two standard deviations below the 1-year moving average (252-day lower Bollinger band) at USD 91.57 yesterday. A daily close and hold above the lower Bollinger band would warn that higher timeframe buyside pressure was on the increase, implying the USD 93.14 resistance could be tested; if broken, then the probability of the futures trading at a new low would start to decrease. The momentum weakness warned that support could come back under pressure, meaning we need to see the RSI reclaim the 60 level for upside continuation, more significantly, we need to see the daily RSI reclaim and hold above the 40 level (currently at 37). The momentum weakness needed to be monitored; more upside was needed from this technical as we had hit a resistance area.
- The futures are 5 cents lower than yesterday,. We are on/below the EMA| band with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 91.37 with the RSI at or above 59.5 would mean price and momentum are aligned to the buy-side. Upside moves that fail at or below USD 93.14 would leave the futures vulnerable to further tests to the downside, above this level the technical would have a neutral bias.
- Technical Outlook:Bollinger resistance
- The futures remain below the 252-day lower Bollinger band at USD 91.45; this is currently acting as a resistance. The intraday RSI has rejected the 60 level; momentum is weakening but there has been little movement in price at this point. While below the lower Bollinger band support remains vulnerable; for upside continuation we need a daily close and hold above the Bollinger resistance, preferably supported by the intraday RSI reclaiming the 60 level.