

FIS U.S. HRC Report

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U.S. HRC March 21



Support	Resistance	Current Price	Bull	Bear
S1	1,183	1,265	RSI above 50	Stochastic overbought
S2	1,152			
S3	1,110			
	R1	1,281		
	R2	1,313		
	R3	1,397		

Synopsis

Chart source Bloomberg

- Price is above the 8–21 period EMA’s
- RSI is above 50 (81)
- Stochastic is overbought
- The futures remain in a bullish trending environment, above all key moving averages supported by the RSI which is above the 50 level
- The RSI is showing a negative divergence, the stochastic is in overbought territory. The RSI has been in divergence for the last USD 200, however price is now nearing technical resistance.
- Fibonacci wave analysis is showing patterns between waves with market movements being 78.6% the length of the previous wave, 100% and 261.8%. This would suggest that the March futures are approaching a key Fibonacci resistance level at USD 1,313 level as this is 261.8% the length of the previous wave
- Downside moves have been finding support on and between the 8–21 period EMA’s. Market corrections that hold at or above the USD 1,110 level would support a buyers argument, below this level the pullback would be considered as deep and the technical phase neutral.
- Elliott wave analysis would indicate the longer-term trend is on an extended wave 3. This would suggest downside moves should be considered as countertrend. It is important to not that due to the length of the wave 3, a corrective wave 4 could be substantial. Our Fibonacci support levels are relative to the shorter-term trend
- Downside moves that trade below the USD 1,195 level would warn that upside momentum is slowing based on price and warn we have the potential to test the lower end of our support around the USD 1,110 level