

FIS U.S. HRC Report

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U.S. HRC Sep 21



	Support	Resistance	Current Price	Bull	Bear
S1	1,664	R1	1,879	RSI above 50	Stochastic overbought
S2	1,600	R2	2,031		
S3	1,512	R3	2,091		

Synopsis

Chart source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (66)
- Stochastic is overbought
- Price is above all key moving averages with the RSI above 50, the market trend remains bullish with price continuing to make higher highs and higher lows
- Downside moves that trade below the USD 1,745 level would be considered as bearish
- Upside moves above the USD 1,875 level will create a second negative divergence with price. Not a sell signal it is a warning that we could see a momentum slowdown
- Elliot wave analysis would suggest we are on wave 5 of five of an extended wave 3
- A new high means the minimum requirement for wave completion within this phase of the cycle will have been met. However, using the Williams method for calculating a potential near-term upside, target we calculate that USD 2,091 as a potential level
- The long term trend remains stable as highlighted by the 55 period EMA, the wave 3 extension looks to be nearing completion suggesting we could soon enter into a corrective/bearish wave 4. It is important to note that if our wave analysis is correct then a downside move has the potential to be substantial but would be considered as countertrend with the expectation of another bull phase to follow