

FIS U.S HRC Technical Report

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US HRC April 23 (Rolling Front Month)



Support	Resistance	Current Price	Bull	Bear
S1	1,116	R1	1,290	RSI above 50
S2	1,045	R2	1,331	
S3	947	R3	1,373	

Synopsis - Intraday

- Price is between the 8-21 period EMA's
- RSI is above 50 (64)
- Stochastic is oversold
- Price is below the weekly pivot point (USD 1,206)
- Technically bullish last time with the futures looking like they were in the early stages of a corrective phase on the back of a negative divergence. Downside moves below USD 1,220 would break an intraday fractal support, warning that the USD 1,116 and USD 1,045 support levels could be tested, whilst intraday Elliott wave analysis continued to suggest that downside moves should be considered as countertrend. The futures moved lower with price trading through the USD 1,220 support to a low of USD 1,175, price is now between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above USD 947 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 740 is the technical bearish.
- The futures remain bullish but in a corrective phase, Elliott wave analysis continues to suggest that the downside move looks to be countertrend. The intraday RSI is now in divergence on the 1-hour chart, warning we have the potential to see a momentum slowdown; however, the MA on the RSI is warning that buy-side momentum remains weak, suggesting resistance levels should hold if tested in the near-term. Upside moves that fail at or below USD 1,290 will leave the futures vulnerable to further tests to the downside, above this level will warn that the USD 1,350 resistance has the potential to be tested. Corrective moves tend to have 3 waves, suggesting this is wave A of an A – B – C pattern.

Source Bloomberg