

FIS U.S HRC Technical Report

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

US HRC Oct 23



Support	Resistance	Current Price	Bull	Bear
S1	R1	702	RSI below 50	
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (36)
- Stochastic is oversold
- Price is above the weekly pivot point (USD 700)
- The futures are in a bearish trending environment, price is below all key moving averages supported by the RSI below 50. The futures have breached the 100% Fibonacci projection level highlighted on the chart (USD 680); however, we have failed to close below this level, with the futures now moving higher. This is the first sign of buy-side support since the downside move from the USD 885 high.
- Upside moves that fail at or below USD 8,13 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. However, a move above that closes above the USD 723 level (intraday fractal resistance) will warn that the Fibonacci resistance zone could be tested.
- Technically we are bearish with intraday Elliott wave analysis suggesting that upside moves should be considered as counter-trend. There are warning signs on the technical that would suggest we could be about to move higher within this bearish cycle. 1) This is the strongest upside day within the current bear wave. 2) If we close above the weekly pivot resistance on the daily chart (USD 700), it will be the first bull close since the 10/7/23. 3) USD 680 is the 100% Fibonacci projection level from the USD 995 high (I.E A-D = C-D), an area of interest to market buyers. We also highlight USD 712 as a level of interest, as this is the high of the last dominant bear candle, a close above this level will warn the USD 723 intraday fractal could come under pressure.
- Bearish, the close above the pivot level could be significant, as it will be the first of 3 closes that will warn market shorts that we could be about to see a countertrend move higher.

Source Bloomberg

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