

LME Steel Scrap CFR Turkey Generic 2nd Daily (Aug 25)



Support	Resistance	Current Price	Bull	Bear
S1	R1	347	Stochastic oversold	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 30—60 period EMA's
- RSI is above 50 (52)
- Stochastic is oversold
- Weekly Pivot level (USD 344)
- Near-term price action remains supported having produced a series of higher highs and higher lows; however, the longer-term technical remains bearish due to the strong sell off between March and April.
- The futures are trading on the weekly pivot level (USD 347), whilst price is trading above the 30-60 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 363 will leave the futures vulnerable to further tests to the downside. Above this level the technical will have a neutral bias.
- Technically bearish based on Elliott wave analysis, the RSI low on the 24th April suggests that upside moves have the potential to be countertrend. The MA on the RSI implies that momentum is neutral, this is supported by the flat EMA's which indicates the trend lacks directional bias. We mark USD 343 as a key level of interest, as this was the high volume day on the 24/06 (marked with black solid line). A close below this level will signal sell side pressure is increasing, warning the USD 340 and USD 334.5 support levels could be tested and broken. The futures are currently finding bid support above the USD 343 level; however, we remain cautious on moves higher as our wave analysis and RSI suggests that they could struggle to hold.