

Turkish Scrap Feb 26



Support		Resistance		Current Price	Bull	Bear
S1	372	R1	380	378	RSI above 50	Stochastic overbought
S2	369	R2	382			
S3	366	R3	385			

Synopsis - Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (70)
- Stochastic is overbought
- Price is above the weekly pivot point (USD 371)
- Technical outlook last week—Bullish. The upside move to a new high had created a bullish Elliott wave extension alongside the divergence failure. Technically, downside moves should be considered as countertrend whilst above USD 365, below this level the depth of the pullback will be considered as deep, reducing the probability of price trading to a new high. The MA on the RSI implied momentum support alongside our wave analysis, suggesting caution on lower moves. Based on Fibonacci projections, the futures should look to target the USD 382 Fibonacci resistance in the near-term.
- The futures traded to a high of USD 379.5 before seeing bids fade. We remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 366 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Cautious bull. The recent rally in the futures has encountered resistance near USD 280, which sits two standard deviations above the linear regression line. The ADX at 39 signals strong momentum, reinforced by the rising moving average on the RSI. However, corrective moves that trade below the USD 366 level would weaken the structure of the lower-timeframe Elliott wave cycle and warn that price may be transitioning into a higher-timeframe corrective phase. While downside moves should still be viewed as corrective rather than signaling a trend reversal, the broader trend remains bullish above USD 350 and neutral below this level. We have revised our outlook from bullish to cautious bull, as the rejection candle at linear regression resistance leaves price vulnerable to a technical throwback in the near term.

Source Bloomberg