

**North European Hot-Rolled Coil Steel - Generic 2nd (Mar 26) Daily**

Support	Resistance	Current Price	Bull	Bear
S1	665	R1	676	RSI above 50
S2	662	R2		Stochastic overbought
S3	658	R3		

**Synopsis - Intraday**

Source Bloomberg

- Price is above the 30—60 period EMA's
- RSI is above 50 (68)
- Stochastic is overbought
- Weekly Pivot level (EUR 662)
- Technical Outlook previously: Cautious bull. The upside move to EUR 661 had resulted in the daily divergence failing; however, on the intraday Elliott wave cycle, price remained divergent. The moving average on the RSI indicated momentum weakness, while upside breakouts above EUR 661 would create a negative divergence with the RSI. Price had been in a consolidation phase since the 19th Dec 25, with the futures closing but holding above the EUR 643 level on four occasions, we identified this level as a key support to follow. A close below EUR 643 would weaken the technical structure, warning the EUR 633 support could be tested and broken; if it was, then the probability of price trading to a new high would begin to decrease. Our Elliott wave analysis indicated that we were on a wave 5, whilst we had a potential divergence ahead of us, meaning we were cautious on upside moves, as they could struggle to hold.
- The futures held the EUR 643 level resulting in price trading to new highs, the RSI has supported the move with the divergence failing. Having traded to a high of EUR 688 the futures have seen price come under pressure. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above EUR 658 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish but at weekly inflection point.
- The advance in the futures has momentum confirmation due to the prior divergence failing. This suggests that technical throwbacks may struggle to gain traction, provided price holds above the EUR 658 level. A sustained move below EUR 658 would represent a deeper retracement of the most recent bullish wave, reducing the likelihood of a push to new highs. From a bearish perspective, although price reached a high of EUR 688, the subsequent rejection has left the market unable to sustain a move above the weekly 200-period moving average at EUR 678. For upside continuation, any pullbacks need to hold above EUR 658 and be followed by a close back above EUR 678. Failure to achieve this would leave price increasingly exposed to downside risk.