

FIS U.S HRC Technical Report

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US HRC April 26



	Support	Resistance	Current Price	Bull	Bear
S1	1,024	R1	1,058	RSI above 50	
S2	1,017	R2	1,073		
S3	990	R3	1,090		

Synopsis - Intraday

Source Bloomberg

- Price is above the 30-60 period EMA's
- RSI is above 50 (59)
- Stochastic is below 50
- Technical outlook previously: Bullish - 14.5% above the 200-period MA warned of overextension.
- Technically bullish on the last report, the MA on the RSI continued to suggest that momentum is supported. The ADX was at 40 indicates that we were in a strong trending environment, our Elliott wave analysis suggests that downside moves should be considered as countertrend, providing we remained above the USD 893 level. If broken, then the probability of price trading to a new high would begin to decrease. The RSI was testing trend support; if broken, it would imply caution on higher moves. Conversely, a close below trend support at USD 997 will indicate that sell side pressure was increasing, this would also mean we had closed below the low of the last dominant bull candle. We are bullish but price was 14.5% above the 200-period MA, implying the futures were overextended to the upside at that point; however, we needed a close below USD 997 to confirm that sell side pressure was increasing.
- The futures held above the USD 997 level resulting in price trading to a high of USD 1,059. Price has since entered a small corrective phase. We remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 907 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Holding trend support
- The futures have sold lower on a failed swing high with the RSI. However, the corrective move in the futures is holding trend support at USD 1,024, while the RSI broke support (highlighted on the chart). This is known as a positive reversal pattern, as price is moving lower at a slower rate than momentum, implying there is underlying support in the market. While above trend support, resistance remains vulnerable; conversely, a close and hold below the support line will suggest that sell-side pressure is increasing. Caution on the positive reversal pattern below trend support, as there is USD 54 between the trend and fractal support related to the pattern.

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