FIS U.S. HRC Technical Report

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US HRC Oct 26



Support		Resistance		Current Price	Bull	Bear
S1	1,217	R1	1,260	1,239	RSI above 50	
S2	1,202	R2	1,277			
S3	1,185	R3	1,302			

Synopsis - Intraday

Source Bloomberg

- Price is above the 50- period MA
- RSI is above 50 (68)
- Stochastic is above 50
- Technical outlook previously: Inflection point
- The move lower on the negative divergence previously had resulted in price trading on/below the 50-period EMA at USD 1,188, meaning we were at an inflection point. The RSI was at 41, having made a marginal new low with price, indicating sell side pressure was on the increase; however, 40 was an RSI support level, for downside continuation, we needed to close and hold below the 50-period MA supported by the RSI moving below 50. Failure to do so would warrant caution, as it would warn of underlying support in the market.
- The RSI held above the 40 level while price reclaimed the 50-period SMA at USD 1,194, resulting in the futures trading at new highs. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 1,202 would support a bull argument, below this level the technical would have a neutral bias.
- Technical outlook: Negative divergence in play
- Fibonacci projection levels suggest that we have a potential near-term upside target at USD 1,277. The new high has created a negative RSI divergence; this is a condition that warns buyside momentum could slow down, it is not a sell signal, confirmation from price is needed. A close and hold below the trend support line at USD 1,220 would warn that sell side pressure was increasing, while below the USD 1,205 intraday fractal support would suggest the USD 1,185 fractal low could be tested and broken. Price is in trend, but the divergence will need to be monitored. The trend trajectory is steep, meaning support rises to USD 1,228 on the 4/09/26.

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