FIS U.S. HRC Technical Report

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Support		Resistance		Current Price	Bull	Bear
S1	1,279	R1	1,340	1,321	RSI above 50	
S2	1,276	R2	1,359			
S3	1,252	R3	1,376			

Synopsis - Intraday

Source Bloomberg

- Price is above the 50- period MA
- RSI is above 50 (76)
- Stochastic is at 50
- Technical outlook previously: Positive reversal pattern in play
- Having initially sold lower on the negative RSI divergence previously the futures had moved sideway through the secondary trend support, we had not seen an increase in sell side pressure. Price was effectively consolidating while the RSI had made new lows, this had created a positive reversal pattern. The reversal pattern warned that resistance levels remained vulnerable while price is above USD 1,281; below USD 1,281 both price and the RSI would have made new lows, signaling bearish momentum confirmation. Technically we remain supported while above USD 1,281.
- The futures held above the USD 1,281 level resulting in price moving higher on the positive reversal pattern. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 1,279 will support a near-term bull argument, below this level the probability of price trading at a new high will start to decrease. However, throwbacks that hold at or above USD 1,232 would warn that there could be a larger, bullish Elliott wave cycle coming into play.
- Technical outlook: Supported
- With price moving higher on the positive reversal pattern the USD 1,326 fractal high is now vulnerable. Fibonacci projection levels suggest we have the potential to trade as high as USD 1,376 within this phase of the cycle. For this to happen, market buyers will need to see a close and hold above the resistance line at USD 1,340. In theory, throwbacks below USD 1,279 will reduce the probability of price trading at ne highs; however, trend support is at USD 1,276, meaning we will need to see a close and hold below this level to signal an increase in sell side pressure. With the positive reversal pattern being respected, resistance is becoming vulnerable.

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