

FIS Zinc Daily technical

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Zinc—Rolling 3 month



	Support	Resistance	Current Price	Bull	Bear
S1	2,463	R1	2,481	RSI above 50	
S2	2,437	R2			
S3	2,417	R3			

Synopsis - Intraday

Source Bloomberg

- On the last report we highlighted that the futures were showing a momentum slowdown based on price and the divergence with the RSI. We also noted the longer term trend remained bullish with downside moves being considered as countertrend, regardless of the market breaking Fractal support and making a lower low. Price action corrected and has not traded higher. Fractal support was broken resulting in a lower low with price basing USD 9 above our USD 2,374 tertiary support. Before rising over USD 100
- Price action is above all key moving averages with the stochastic in oversold territory suggesting we have a potential upside momentum test still
- Elliott wave analysis had us on an extended wave 3 and this still looks to be the case. The futures now look to be on the final upside wave of the extended wave 3 with a minimum upside target of USD 2,583 and a potential upside target of USD 2,770 for this phase
- The current daily candle is making a lower high and lower low indicating an intraday corrective cycle is in play. Downside moves that hold above the USD 2,437 level keep the intraday cycle in bullish territory. This would suggest that price has a greater probability of testing upside resistance/targets
- From a technical perspective nothing has changed from the last report, we corrected and rallied as anticipated and providing we do not trade below the USD 2,437 level the Elliott wave cycle suggests we go higher.
- If we break the USD 2,437 level then it would bring into question the current wave cycle meaning the technical would need to be re-evaluated.
- Note; if a new high is achieved both the stochastic and RSI will produce a negative divergence

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