

FIS Base Morning Intraday Note

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Nickel

On Thursday and Friday we had discussed the Bullish intraday Gartley pattern that had been in play and this has proved to be correct. The upside move from the USD 15,821 support level has been over USD 500, with the upside resistance at USD 16,311 being broken. Intraday price on the 4-hour chart has made a higher high with the RSI above 50 and price above the daily pivot point, indicating price and momentum are in bullish territory. Upside moves above the USD 16,525 level would suggest that the longer-term 5th wave could be extending. Downside moves on the 4-hour candle that close below the USD 16,321 would warn of a weakening intraday based on price, and a close below the USD 16,216 level with the RSI at 50.5 or lower (currently 60) would imply intraday price and momentum are aligned to the sell side. Resistance is at USD 16,405, USD 16,525, USD 16,676 with support at USD 16,216, USD 15,971 and USD 15,821

Ali

The intraday Ali chart remains in a corrective phase within a bull trend (based on Elliott wave analysis). Our technical report last week highlighted that the current corrective move based on wave analysis would suggest that price remains in bullish territory above the USD 2,004 level, and neutral below. However, a downside moves would need to trade below the USD 1,966 level to take the intraday technical into bearish territory. Intraday upside moves that close on the 4—hour candle above the USD 2,036 level with the RSI at 64.5 or higher (Currently 48) would indicate price and momentum would be aligned to the buyside. It would also suggest that an upside move at this point would have to be significantly above the daily pivot point to have RSI support. Upside moves that do enter bull territory have the potential to create a negative divergence with the RSI above the USD 2,080 level warning we could see a momentum slowdown. The intraday Elliott wave count would suggest that the USD 2,080 high could be tested once the corrective wave has complete. The longer-term wave count as seen on last weeks technical is warning of a higher timeframe correction once this has happened. Resistance is at USD 2,080, USD 2,097, USD 2,132 with support at USD 2,004, USD 1,998 and USD 1,966.

Copper

The Copper bull trend remains in place with the futures continuing to make a higher high in the market. However the RSI remains below 72 (Currently 65) indicating that price and momentum are not aligned to the buyside. Price will remain in divergence with the RSI until the RSI moves above the 81.235 level, or we enter a corrective phase. Downside moves that close below the USD 7,731 level on the 4-hour candle would indicate price and momentum are weakening. The trend is bullish but price is not considered a technical buy at this point. Resistance is at USD 7,845, USD 7,931, USD 8,017 with support at USD 7,731 (on it), USD 7,689 and USD 7,565.

Zinc

Intraday price failed to achieve momentum support on Friday as the RSI did not get above the 54 level, indicating price and momentum were not aligned. A subsequent close below the 2,761 level resulted in price trading within USD 6 of our near-term target at USD 2,722. Upside moves that fail at or below the USD 2,802 level would leave the technical vulnerable to further tests to the downside. Likewise, downside moves that hold above the SUD 2,672 level would support a buyers argument, below this level the pullback would be considered as deep and the phase neutral. For intraday price and momentum to be aligned to the buyside price needs to be above the USD 2,757 level with the RSI at 53 or higher (Currently 51). A close below USD 2,757 would leave the intraday on a corrective phase. Elliott wave analysis would still suggest there is the potential for another wave higher. Resistance is at USD 2,802, USD 2,817, USD 2,844 with support at USD 2,724, USD 2,708 and USD 2,672

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Lead

Lead remains in a corrective phase with the RSI below 50 and price below the daily pivot point. Upside moves that close on the 4– hour candle above the USD 2,037 level, with the RSI at 55.5 or higher, would indicate intraday price and momentum are aligned to the buy side. Intraday Elliott Wave analysis would suggest the downside move is considered as countertrend, meaning we have the potential for another wave to the upside. Downside moves below the USD 1,931 level would be considered as deep and the phase neutral. Resistance is at USD 2,037, USD 2,051, USD 2,103 with support at USD 2,018, USD 1,981, USD 1,931.