

FIS Base Morning Intraday Note

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Nickel

Intraday price remains above the daily pivot point with the RSI above 50. Price and momentum remain aligned to the buyside. Upside moves that trade above the USD 16,525 level would mean we are seeing a Elliott wave extension. Downside moves that close on the 4—hour candle below the USD 16,360 level, with the RSI at 54 or lower, would imply intraday weakness. Resistance is at USD 16,617, USD 16,805, USD 17,073 with support at USD 16,360, 16,265 and USD 16,195

Ali

Ali remains in a corrective phase below the daily pivot point with the RSI below 50. Price continues to hold above the USD 2,004 level keeping the technical in bull territory. Below this level the pullback is considered as deep and the price neutral and below USD 1,966 the intraday technical is considered as bearish. Upside moves that close on the 4-hour candle chart above the USD 2,024 level with the RSI at 61 or higher, would indicate price and momentum are aligned to the buy side. Intraday wave analysis would suggest that we still have the potential for another upside wave, however this becomes questionable below the USD 2,004, though not impossible as illustrated by copper a few weeks back. Resistance is at USD 2,024, USD 2,037, USD 2,062 with support at USD 2,004, USD ,1987 and USD 1,949.

Copper

Price and momentum were not aligned to the buyside yesterday due to the lack of RSI support, this resulted in price closing below the daily pivot point. The futures remain in divergence with price and momentum aligned to the sell side, warning of intraday weakness. Upside moves on the 4—hour candle that close above the daily pivot (USD 7,726) with the RSI at 68.5 or higher (Currently 58.70), would mean that price and momentum were aligned to the buy side. Downside moves that trade below the USD 7,565.5 level would create a lower low in the market taking the technical into bearish territory. Resistance is at USD 7,726, USD 7,800, USD 7,867 with support at USD 7,652, USD 7,565 and USD 7,444.

Zinc

As highlighted previously, price held the USD 2,722 support with intraday Elliott wave analysis suggesting we have the potential for a further test to the upside. The intraday 4—hour candle closed at 16.00 hours above the daily pivot point with the RSI supporting the upside move, price and momentum are now aligned to the buy side. Price has traded USD 1.00 above the USD 2,802 resistance, meaning the pullback is considered as deep, taking the technical phase from bearish to neutral, supporting a buyers argument. Intraday price has now made a higher high in the market meaning the fractal footprint is bullish. A close on the 4—hour candle below the USD 2,776 level with the RSI at 50.5 or lower, would warn the intraday price and momentum were aligned to the sell side, indicating intraday price (not the technical) is considered as weak. Resistance is at USD 2,803.5, USD 2,817, USD 2,844 with support at USD 2,776, USD 2,747 and USD 2,722

Lead

We had noted that the Elliott wave count had implied that downside moves should be considered as countertrend. Price held the USD 2,018 Fibonacci support and closed the day with the 4-hour candle in bullish territory, supported by the RSI. Price is above the daily pivot point whilst receiving RSI support, meaning intraday price and momentum are aligned to the buyside. Downside moves that close below the USD 2,070 level with the RSI at 52 or lower would indicate intraday price is considered a weak. However, downside moves that hold above the USD 2,049 level would support a buyers argument. The technical looks like it could be in the early stages of a bullish wave 5, if price trades below the USD 2,049 then there is the possibility of it still being in a corrective phase. Resistance is at USD 2,099.5, USD 2,129, USD 2,159 with support at USD 2,070, USD 2,049 and USD 2,018.