

FIS Base Morning Intraday Note

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Nickel

The futures did have an intraday pullback on Friday but price and momentum remained aligned to the buyside. Intraday price action remain in bullish territory above the daily pivot point, supported by a bullish RSI. However, the new high yesterday has created a negative divergence with the RSI, warning we have the potential to see a momentum slowdown soon (note; this is not a sell signal but a warning). Downside moves on the 4-hour candle that close below the USD 17,565 level with the RSI at 71 or lower would indicate intraday weakness and warn the futures could be entering a corrective phase. Corrective moves that hold above the USD 16,851 level would lend to a buyers argument, supported by the intraday Elliott wave that has downside moves as countertrend. Below this level the intraday pullback would be seen as deep meaning the technical phase is regarded as neutral. Resistance is at USD 17,837, USD 18,055, USD 18,272 with support at USD 17,565, USD 17,350 and USD 17,150.

Ali

Fridays downside move created a low at USD 2,016, one dollar above our key support, meaning the technical remains in bullish territory. Price did close above the daily pivot point yesterday but did not have RSI support meaning it failed to hold. Intraday price and momentum are aligned to the sell side at this point, however the 4—hour RSI is finding support at the 50 level, warning the market remains corrective and not bearish. Downside moves that trade below the USD 2015 level would take the technical into a neutral phase, whilst a close on the 4-hour candle above the USD 2,043 level with the RSI at 56.2 or higher (currently 51.8) would mean price and momentum are aligned to the buyside. Technically corrective, USD 2,015 remains the key support level. Resistance is at USD 2,043, USD 2,055, USD 2,070 with support at USD 2,032, USD 2,015 and USD 2,004.

Copper

Friday's divergence resulted in price and momentum being aligned to the sell side, indicating intraday weakness. The futures remain below the daily pivot point (USD 7,781) with the RSI indicating momentum weakness. If the 4-hour candle closes above the USD 7,781 level with the RSI at 60 or higher (currently 54.5), price and momentum will be aligned to the buyside. The near-term intraday is currently corrective with the technical in a neutral phase, upside moves above the USD 7,973.5 level would create a negative divergence with the RSI. Resistance is at USD 7,781, USD 7,829, USD 7,973 with support at USD 7,732, USD 7,673 and USD 7,587.

Zinc

Fridays long legged Doji resulted in price and momentum being aligned to the sell side, with the futures creating a low at USD 2,780. Price is now above the daily pivot point but not supported by the RSI, meaning intraday price and momentum are conflicting, leaving the intraday price in a neutral phase. If the 4—hour candle holds above the USD 2818 level with the RSI at 59.5 or higher (currently 56.6) then intraday price and momentum would be considered as bullish. A close on the 4—hour candle below the USD 2,818 level would mean price and momentum are considered as weak. Intraday price needs momentum support at this point to be considered as bullish. The pullback has held the USD 2,780 support meaning the technical phase (Intraday Elliott wave) is still considered as bullish above this level, and neutral below. Upside moves above the USD 2,852 level would support a buyers argument. Resistance is at USD 2,852, USD 2,876, USD 2,890 with support at USD 2,818, USD 2,780 and USD 2,760.

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Lead

Price and momentum were aligned to the sell side on Friday with price trading below the USD 2,054 support, indicating price remains in a corrective phase and not a bullish wave 5. Intraday price and momentum remain corrective below the daily pivot point with the RSI below 50, at 39. Upside moves on the 4—hour candle that close above the USD 2,045 level with the RSI at 48.8 or higher would mean that intraday price and momentum are aligned to the buy side. The longer-term intraday Elliott wave chart (466 min chart) remains corrective/bullish above the USD 1,899 level and neutral below. Resistance is at USD 2,045, USD 2,064, USD 2,099 with support at USD 2,010, USD 1,997 and USD 1,954.