

FIS Base Morning Intraday Note

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Nickel

The futures held above the daily pivot point yesterday but failed to gain momentum support, leaving the intraday technical conflicting. Price is above the daily pivot point (USD 17,491) but the RSI is still not supporting a bullish intraday, if price holds above the USD 17,491 with the RSI above at 66.8 or higher (Currently 64.8) then intraday price and momentum will be aligned to the buy side. Likewise a close below USD 17,491 would keep price in a corrective phase. The intraday Elliott wave count remains bullish suggesting downside moves should be considered as countertrend. Resistance is at USD 17,880 USD 18,066, USD 18,310 with support at USD 17,491, USD 17,313 and USD 17,131.

Ali

Price traded to a high of USD 2,096 putting price and momentum in positive territory. The new high has created a negative divergence with the RSI, warning the upside momentum has the potential to slow down soon. However, the intraday Elliott wave count (79 Min chart, wave starting on the 08-12-20) would suggest that a downside move at this point could be countertrend, as the Cycle has potentially another upside move within this phase. A close on the 4—hour candle below the USD 2,063 level with the RSI at 53 or lower would indicate intraday weakness. Downside moves that hold at or above the USD 2,048 level would be considered as deep into the last bull wave and take the technical into a neutral phase. Although the trend would still be considered as technically bullish, the deep pullback would as questions about the intraday wave count. Resistance is at USD 2,098, USD 2,130, USD 2,139 with support at USD 2,063, USD 2,048 and USD 2,024.

Copper

Intraday price and momentum were aligned to the buy side yesterday resulting in price trading up to a USD 8,028 high on the open. Price and momentum remain in bullish territory with the futures now in divergence, warning we have the potential to see a momentum slowdown. Downside moves that close on the 4—hour candle below the USD 7,913 level with the RSI at 59.8 or lower (currently 67.3) would warn the intraday is entering a corrective phase as price, and momentum would be aligned to the sell side. If the futures can maintain bullish price action for a few more days than there is a chance the intraday Elliott wave (65 min cycle) could extend. Resistance is at USD 8,108, USD 8,228, USD 8,264 with support at USD 7,913, USD 7,872 and USD 7,805.

Zinc

Intraday price and momentum remain aligned to the buy side with the upside move trading within USD 5.00 of the USD 2,890 high. Above the USD 2,890 level the futures will create a negative divergence in the market warning of a potential momentum slowdown. A close on the 4-hour candle below the USD 2,850 level with the RSI at 54.2 or lower would put price and momentum into a corrective phase and warn that the current intraday cycle that started on the 02-12-20 could potentially have completed. Resistance is at USD 2,890, 2,912, USD 2,948 with support at USD 2,850, USD 2,820 and USD 2,780.

Lead

The technical is currently neutral. Intraday price and momentum are aligned to the buy side but this has been confirmed on the 4—hour candle close. Price needs to close above the USD 2,043 level with the RSI at 49.6 or higher (Price currently 2,054 with the RSI 50.3). Downside move will need to see a 4-hour candle close below USD 2,043 with the RSI at 45.6 or lower for the intraday to be considered as weak. Intraday wave analysis is a little unclear on the corrective phase down (potentially a wave 4 of C), downside moves below the USD 2,034.5 level would create a lower low in the market with a near, term target of USD 2,009 or lower. An upside move above USD 2,079 would create a higher high suggesting we could be in a bullish wave 5. Not a clear technical at the moment. Resistance is at USD 2,062, USD 2,079, USD 2,094 with support at USD 2,043, USD 2,034 and USD 2,018.