

# FIS Base Morning Intraday Note

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## Nickel

Conflicting momentum on Friday with price not supporting an upside move, resulted in price failing to hold in positive territory resulting in a downside moves and intraday weakness. Price and momentum are aligned to the sell side with the futures making a lower low in the market. The downside move has created a positive divergence on lower timeframes, warning of the potential for a momentum slowdown. Upside moves that close on the 4-hour candle above the USD 2,039 level with the RSI at 49 or higher (currently 38), would mean that price and momentum were aligned to the buyside. The intraday Elliott wave count remains in a bullish cycle but in a corrective phase. Resistance is at USD 2,039, USD 2,049, USD 2,059, upside moves above the USD 2,059 level would create a higher high on the 240 min chart, indicating intraday price is bullish. Support is at USD 1,981, USD 1,943 and 1,881.

## Ali,

Price and momentum are aligned to the downside with the futures pullback considered as deep and the technical phase as neutral/bullish. It is not considered as bearish as the futures have not made a lower low in the market. The deep pullback also brings into question the bullish intraday Elliott wave count. Upside moves that close on the 4-hour candle above the USD 2,063 level with the RSI at 55 or higher (currently 48.7), would mean that price and momentum are aligned to the buy side. Resistance is at USD 2,063 2,081, USD 2,097 with support at USD 2,036, USD 2,024 and USD 1,972.

## Copper

Price and momentum are now conflicting. Price is below the daily pivot point at USD 7,975 but not supported by the RSI. Downside moves on the 4-hour candle that close below the USD 7,975 level with the RSI at 60 or lower (currently 61.2), would mean price and momentum are aligned to the sell side. Likewise, a close on the 4—hour candle above the USD 7,978 level with the RSI at 64 or higher would indicate price and momentum are aligned to the buyside. The futures have been in divergence with the RSI since the 04-12-20, however the intraday Elliott wave cycle (65 min chart) would suggest we have the potential for another test to the upside in the near-term. Resistance is at USD 7,975, USD 8,028, USD 8,078 with support at USD 7,922, USD 7,848, USD 7,722.

## Zinc

Momentum weakened on Friday but price held above the daily pivot point, leaving the technical conflicting into the close. Price is now above the daily pivot point with the RSI at 59, if price holds above the USD 2,862 level with the RSI at 58 or higher then price and momentum would be aligned to the buyside. However, the new high has created a negative divergence with the RSI warning that the intraday is in an Elliott wave 5 with the potential to produce a momentum slowdown soon. A close on the 4—hour candle below USD 2,862 with the RSI at 54.2 or lower would mean price and momentum are aligned to the sell side, suggesting we have potentially entered a corrective phase. Resistance is at USD 2,907, USD 2,942, USD 2,986 with support at USD 2,862, USD 2,840 and USD 2,822.

## Lead

Intraday price and momentum failed to confirm bullish intraday price and momentum on Friday. Resulting in the 4-hour candle closing below the USD 2,043 level with the RSI below 45.6, meaning intraday price and momentum finished the week aligned to the sell side. Our Elliott wave count suggested that this could be on wave 4 of C, supporting further weakness,. However the strength of the downside move means the intraday divergence failed, warning that intraday upside moves could be countertrend at this point.

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## Lead continued

The lack of divergence would now support the intraday downside move as a Wave 3 of Wave C. Upside moves on the 4-hour candle that close above the USD 2,039 level with the RSI at 49 or higher (currently 37.8), would mean price and momentum are aligned to the buy side. Resistance is at USD 2,039, USD 2,049, USD 2,068 with support at USD 1,981, USD 1,943 and USD 1,881.