

# FIS Base Morning Intraday Note

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## Nickel

Intraday price action held in bullish territory yesterday where it continues to remain with price and momentum aligned to the buyside. Technically for confirmation of a wave 5 we need to see the futures trade above the USD 17,880. Until we have made a new high there remains a possibility that this could still be a wave B upside corrective move, based on the 3 wave pattern high that is holding around the USD 17,540, 78.6% level. The three wave pattern does mean we could be looking a Gartley pattern meaning there could be another test to the downside first. Technically intraday price and momentum are aligned to the buyside; a close on the 4—hour candle below the USD 17,187 level with the RSI at 51 (currently 63.8) or lower would indicate technical weakness and increase the possibility that we remain in a corrective wave 4. Resistance is at USD 17,716, USD 17,880, USD 18,058 with support at USD 17,437, USD 17,178 and USD 16,836.

## Ali

Intraday price and momentum confirmed that it was aligned to the buy side yesterday, resulting in further tests to the upside. Having held at the 38.2% retracement level price is now testing the base of the Fibonacci resistance zone, warning we have the potential to see technical sellers at higher levels. The futures remain in a corrective wave 4, meaning downside moves should be considered as countertrend. Upside moves that produce a 3 wave pattern that fail around the USD 2,066—USD 2,077 level would warn that there could be further downside, within the corrective phase. Downside moves that close on the 4 hour candle below the USD 2,0015 level with the RSI at 48 or lower would indicate intraday weakness. Intraday price and momentum are aligned to the buyside, the initial downside move looks to be a 3 wave formation that has held at the 38.2% retracement and the 50% projection level, creating a Fibonacci overlap. USD 2,066—USD 2,077 is a key resistance zone as failure here would increase the possibility of further tests to the downside, I.E., Wave B into Wave C. Resistance is at USD 2,034, USD 2,042, USD 2,052 with support at USD 2,015, USD 1,991 and USD 1,976.

## Copper

Price and momentum are currently aligned to the buyside with the futures holding below Fibonacci resistance. Upside moves that fail around the USD 7,952—USD 7,977 level would increase the probability of further tests to the downside, as it would imply the upside move is a wave B within the corrective phase. Downside moves that close below the USD 7,862 level with the RSI at 50.5 or lower would indicate intraday price and momentum is weak. However, as highlighted, intraday wave analysis would suggest this is a corrective wave 4 meaning downside moves should be considered as countertrend. Upside moves above the USD 8,028 level would mean the futures are in a bullish wave 5. Resistance is at USD 7,952, USD 7,977, USD 8,028 with support at USD 7,862, USD 7,810 and USD 7,768.

## Zinc

Intraday price and momentum is aligned to the buyside with the futures holding above the USD 2,724 level meaning the technical remains in a bullish wave 5. However, the depth of the pullback means the technical itself is considered as neutral. Downside moves on the 4-hour candle that close below the USD 2,785 level with the RSI at 44.5 or lower would mean the intraday is considered as weak. Technically neutral within a bullish wave 5, upside moves that fail at or below the USD 2,815—USD 2,839 resistance zone would warn that we could see further tests to the downside. Resistance is at USD 2,815, USD 2,839, USD 2,870 with support at USD 2,785, USD 2,756, USD 2,739.

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## Lead

We highlighted the different arguments for the futures being potentially in the early stages of a bullish Elliott wave 5. Price and momentum remain aligned to the buy side with the futures trading above the USD 2,059 level taking the 4—hour intraday technical into bullish territory. Downside moves that close on the 4—hour candle below the USD 2,038 level with the RSI at 52.5 or lower would indicate the intraday technical is weakening. Resistance is at USD 2,091, USD 2,117, USD 2,196 with support at USD 2,038, USD 2,012 and USD 1,959.