

FIS Base Morning Intraday Note

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Copper

Price and momentum remain aligned to the buy side in copper. The upside move that started on the 31-12-20 is now 178.6% the length of the move from the 23-12-20 to the 29-12-20, a natural point of resistance. Downside moves that close below the USD 8,081 level with the RSI at 57.4 or lower (currently 62.5) would suggest that price and momentum are weakening, suggesting we could be entering into a corrective phase. Intraday wave analysis would suggest that downside moves should be considered as countertrend at this point. Resistance is at USD 8,168, USD 8,221, USD 8,286 with support at USD 8,002, USD 7,951 and USD 7,899.

Ali

The futures have held in the USD 2,077—USD 2,066 resistance zone resulting in a technical pullback that has price and momentum in bearish territory. With Nickel, Copper making new highs, the probability of the futures being in an unconfirmed wave 5 have increased. Upside moves on the 4—hour candle that close above the USD 2,045 level with the RSI at 58 or higher (currently 56) would indicate price and momentum are aligned to the buy side. Downside moves that hold above the USD 2,009 level would support a buyers argument. Resistance is at USD 2,045, USD 2,096, USD 2,133 with support at USD 2,037, USD 2,025 and USD 2,009.

Zinc

Price and momentum remain aligned to the buy side with the futures testing the USD 2,900 high. Like the rest of the base complex the futures look to be on a bullish wave 5, however this will only be confirmed on a new high. Downside moves below the USD 2,854 level with the RSI at 52 or lower would indicate intraday price and momentum are weakening. Downside moves that hold at or above the USD 2,783 level would support a buyer's argument. Resistance is at USD 2,900, USD 2,962, USD 3,035 with support at USD 2,854, USD 2,836 and USD 2,802

Nickel

As highlighted yesterday, the deep pullback in conjunction with Copper entering a 5th wave warned that we could make a new high, and this has been the case. Price and momentum remain aligned to the buy side with the futures now above the USD 17,880 high. The RSI has produced a negative divergence with price, this is not a sell signal but does warn that we have the potential to see a momentum slowdown soon. Intraday wave analysis would suggest that downside moves are considered as countertrend at this point. A close on the 4—hour candle below the USD 17,773 level with the RSI at 57 or lower (currently 69) would indicate intraday weakness. Resistance is at USD 18,220, USD 18,420, USD 18,671 with support at USD 17,733, USD 17,526 and USD

Lead

The futures have entered a corrective phase with price and momentum aligned to the sell side. Intraday wave analysis would suggest this is a countertrend move, downside moves that hold at or above the USD 1,999 level would support a buying argument. Below this level the pullback is considered as deep and the phase neutral. Upside moves that close on the 4-hour candle above the USD 2,057 level with the RSI at 60 or higher (currently 54) would mean intraday price and momentum are entering bullish territory. Resistance is at USD 2,057, USD 2,073, USD 2,115 with support at USD 2,035, USD 2,020 and USD 1,999