

# FIS Base Morning Intraday Note

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## Copper

The futures held the 78.6% Fibonacci retracement (USD 7,841) yesterday resulting in an upside move in this morning that puts the current open candle above the daily pivot point at USD 7,962. However, the RSI is at 50 and needs to close on the 4-hour candle at 55, for price and momentum to be aligned to the buy side, as it is currently conflicting. A close below the USD 7,962 level would leave price and momentum aligned to the sell side. The deep pullback would indicate the futures have/are entering into a corrective phase, suggesting intraday upside moves should be considered as countertrend at this point with key resistance between USD 8,085, USD 8,152. Resistance is at USD 7,990, USD 8,038, USD 8,085 with support at USD 7,926, USD 7,841 and USD 7,733.

## Aluminum

Price and momentum are currently conflicting with the futures trading above the daily pivot (USD 2,009) but not supported by the RSI. A close on the 4-hour candle above the USD 2,009 level with the RSI at 53 or higher (currently 47) would signal the intraday is starting to strengthen. Likewise, if the futures close below the USD 2,009 level then the intraday futures would be considered as weak. Price remains in the 66% - 78.6% Fibonacci support zone with the pullback considered as deep and the technical phase neutral/bullish. However, the depth of the pullback is suggesting we could be entering a corrective phase on a higher time frame (702 min candle). Upside moves that fail at or below the USD 2,048 level would leave the technical vulnerable to further tests to the downside. Resistance is at USD 2,020, USD 2,029, USD 2,048 with support at USD 2,009, USD 1,997 and USD 1,976.

## Zinc

As highlighted yesterday the pullback is considered as deep, suggesting we could be entering a corrective phase on a higher time frame; however the futures have not yet made a lower low meaning the technical is still regarded as neutral/bullish. Price and momentum are currently conflicting, a close on the 4—hour candle above the USD 2,773 with the RSI at 52.3 or higher (currently 44.5) would mean intraday price and momentum are strengthening. However, a close on the 4—hour candle below the USD 2,773 level would mean price and momentum are aligned to the sell side. Upside moves that fail at or below the USD 2,846 level remain vulnerable to downside weakness. Resistance is at USD 2,804, USD 2,822, USD 2,846 with support at USD 2,773, USD 2,762 and USD 2,748.

## Nickel

Price and momentum were aligned to the sell side yesterday with USD 17,117 a key level to follow. Price traded below key support, meaning the pullback is considered as deep, taking the technical into a neutral/bullish phase. Below the USD 16,560 level the futures will have made a lower low and be considered as bearish. Upside moves that fail at or below the USD 17,805 level would warn of further technical weakness, above this level would suggest we have the potential to still be in a bullish impulse phase, with the technical being further strengthened above USD 17,591. Price and momentum are currently aligned to the buy side, a close on the 4—hour candle below the USD 17,291 level with the RSI at 48.5 or lower (currently 54) would warn the intraday price and momentum are weakening. A mixed technical that is effectively neutral, if price creates a 3 wave upside pattern that stalls around USD 17,756 then USD 17,951, you could be seeing a bearish Gartley pattern regardless of the strength of the upside move.

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## Lead

Price and momentum are conflicting with the futures above the daily pivot point but supported by the RSI. A close on the 4—hour candle below the USD 1,979 level would indicate intraday weakness. If the 4 hour candle holds and closes above the USD 1,979 level with the RSI at 47 or higher (currently 43) would mean price and momentum are aligned to the buy-side. Technically neutral, downside moves below the USD 1,955 level would take the technical into bearish territory. Resistance is at USD 1,998, USD 2,021, USD 2,058 with support at USD 1,979, USD 1,955 and USD 1,937.