# **FIS** Base Morning Intraday Note

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#### Copper

Conflicting price and momentum yesterday with the futures failing at the USD 8,015 resistance, resulted in the futures moving lower and price and momentum becoming aligned to the sell side. As highlighted previously the fractal footprint had been bearish and that remains the case with price now trading below the USD 7,838 support level. Technically bearish, upside moves that fail at or below the USD 7,743 level remain vulnerable to further tests to the downside, above this level the pullback is considered as deep and the technical phase neutral. A close on the 4—hour candle above the USD 7,876 level with the RSI at 48.5 or higher (currently 36.5) would mean price and momentum is aligned to the sell side. Resistance is at USD 7,876, USD 7,903, USD 7,943 with support at USD 7,738, USD 7,712 and USD 7,685.

### Ali

Technically bullish yesterday with price at a resistance zone whilst showing a small negative divergence. The futures did close above the daily pivot point but failed at the first point of resistance (USD 2025.5) highlighted yesterday, resulting in a technical sell off. Price and momentum are now aligned to the sell side, a deep pullback means the technical phase is currently neutral, below USD 1,971 the pullback will have broken fractal support meaning the futures will have created a lower low and be considered as technically bearish. Upside moves on the 4—hour candle that close above the USD 1,998 level with the RSI at 52.5 or higher would mean price and momentum are aligned to the buyside. Resistance is at USD 1,998, USD 2,009, USD 2,015 with support at USD 1,982, USD 1,971 and USD 1,956.

### Zinc

Technically bearish yesterday but not considered a technical sell as the futures were showing a marginal divergence whilst on Fibonacci resistance. The divergence has failed with the RSI making a new low, however the futures are now at the base of the Fibonacci support zone. A close on the 4-hour candle above the USD 2,598 level with the RSI at 36.5 or higher (currently 28) would mean that price and momentum is aligned to the buyside. Upside moves that fail at or below the USD 2,675 level remain vulnerable to further tests to the downside. Resistance is at USD 2,598, USD 2,627, USD 2,675 with support at USD 2,568, USD 2,519 and USD 2,457.

## Nickel

Technically neutral due to sideways action with a bearish fractal footprint yesterday. Price and momentum were aligned to the sell side but due to being in range had not been used for directional bias. The futures have now broken to the downside in line with the fractal with the futures making another lower low. A close on the 4—hour candle above the USD 17,893 level with the RSI 50.5 or higher (currently 37) would mean intraday price and momentum is strengthening; however, upside moves that fail at or below the USD 18,167 level would leave the technical vulnerable to further tests to the downside. Resistance is at USD 17,911, USD 18,020, USD 18,167 with support at USD 17,601, USD 17,495 and USD 17,393.

#### Lead

The futures failed to recover yesterday resulting in price and momentum being aligned to the sell side, resulting in fractal support being broken and a lower low being created. A close on the 4 hour candle above the USD 2,044 level with the RSI at or above the 54 level would mean intraday price and momentum is aligned to the buyside. However, upside moves that fail at the USD 2,060 level would leave the technical vulnerable to further moves to the downside. The RSI has made a lower low but the futures are above the USD 2,010 level creating a bullish hidden divergence. Divergences can and do fail, however it is warning that there remains underlying strength in the market at this point. Market sellers will want to see this support broken. Resistance is at USD 2,044, USD 2,051, USD 2,060 with support at USD 2,010, USD 1,993 and USD 1,982.

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