

FIS Base Morning Intraday Note

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Copper

The futures held in the Fibonacci support zone yesterday and failed to make a new low. Price and momentum are aligned to the buy side with the futures now testing our resistance zone. The futures did not make a lower low meaning we are looking at an upside corrective move rather than bullish at this point. However, the pullback is considered as deep into the last bear wave meaning the intraday 4—hour technical is now neutral. Upside moves above the USD 7,952 level would break fractal resistance and be considered as technically bullish. Downside moves on the 4—hour candle that close below the USD 7,808 level with the RSI at 43 or lower (currently 50) would mean price and momentum are weakening. Resistance is at USD 7,870, USD 7,900, USD 7,952 with support at USD 7,808, USD 7,719 and USD 7,705.

Aluminum

Price and momentum became aligned to the buy side yesterday with the futures trading up into our resistance zone, the intraday technical is now considered as neutral. As highlighted yesterday upside moves that trade much past the USD 1,995 level have the potential to trade up to USD 2,019, if achieved the intraday technical will have created a higher high (USD 2,007.5) and be considered bullish. Downside moves on the 4—hour intraday chart that close at or below the USD 1,972 level with the RSI at 45 or lower (currently 51.7) would mean intraday price is weakening. Technically neutral with resistance at USD 1,988, USD 1,996 and USD 2,007.5 with support at USD 1,972, USD 1,957 and USD 1,923.

Zinc

Having rallied on the divergence two days ago price and momentum remain aligned to the buy side. The futures have now made a higher high in the market meaning the intraday technical is considered bullish with the RSI above 50. Downside moves on the 4 hour candle that close below the USD 2,610 on the 4—hour candle with the RSI at 40 or lower (currently 55) would mean intraday price and momentum is weakening. Resistance is at USD 2,657 and USD 2,681 with USD 2,701 a potential near-term upside target. Support is at USD 2,610, USD 2,586 and USD 2,539.

Nickel

The futures made a lower low this morning resulting in the positive divergence being confirmed, resulting in an upside move in the futures. Price is above the daily pivot point (USD 17,650) but the RSI will need to be at 47 or higher for price and momentum to be aligned to the buy side (RSI currently 46.4). At this point we have a price and momentum confliction. Downside moves on the 4—hour candle that close below the USD 17,650 level with the RSI below the 42.5 level would mean intraday price and momentum are weak. The positive divergence means the futures are not considered a technical sell at this point with the upside move looking like it could soon be supported by positive price and momentum. Resistance is at USD 17,775, USD 17,906, USD 18,016 with support at USD 17,421, USD 17,350, USD 17,260

Lead

The upside move yesterday traded above the USD 2,029 level, meaning the fractal footprint of the market is considered as bullish. Price and momentum is now aligned to the buy side supported by an RSI above 50, suggesting the futures could look to test the next fractal resistance at USD 2,052. Downside moves that close on the 4—hour candle below the USD 2,021 level with the RSI at 46.5 or lower (currently 52.3) would mean price and momentum are aligned to the sell side. Resistance is at USD 2,041, USD 2,052, USD 2,094 with support at USD 2,021, USD 2,001 and USD 1,984.