

FIS Base Morning Intraday Note

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Copper

Conflicting price and momentum turned bullish into the close with the futures closing near the high of the day. Price has now traded above our tertiary resistance at USD 9,558, with the price and momentum aligned to the buyside but in divergence with the RSI (marginal divergence now). Downside moves that trade below the USD 9,539 level would warn that intraday momentum is weakening based on price, indicating we could see the pivot support at USD 9,382 be tested in the near term. A close below the USD 9,382 level with the RSI at 71.5 or lower (currently 76) would mean intraday price and momentum is aligned to the sell side. Upside moves above the USD 9,694 resistance would target the USD 9,772 and potentially the USD 9,929 resistance levels.

Alu

Price traded above the USD 2,153 level but did not have momentum support. However, the upside move above the USD 2,164.5 level signaled that buying momentum was increasing based on price, resulting in the futures trading above our USD 2,180 resistance, before closing the day with price and momentum aligned to the buyside. Downside moves below the USD 2,205 level would indicate that momentum is weakening based on price, warning the USD 2,181 pivot support could be tested. A close on the 4-hour candle below the USD 2,183 level with the RSI at or below the 63 level (currently 71.5) would mean intraday price and momentum is aligned to the sell side, targeting the USD 2,168 support or lower. Resistance is at USD 2,280, USD 2,318, and USD 2,395.

Zinc

Price and momentum were negative yesterday, however the upside move above the USD 2,851 level warned that buyside momentum was improving based on price. The futures have traded above our resistance high at USD 2,893, meaning price and momentum are aligned to the buy side, however this is not yet confirmed as we need to see the candle close above the USD 2,850 level with the RSI at 58.5 or higher (currently at 58.5 meaning we could still conflict on the candle close). Downside moves that trade below the daily pivot at USD 2,865 would indicate that momentum is weakening based on price, targeting the USD 2,850 level. A close below this level with the RSI at or below the 54.5 level would indicate intraday price and momentum is aligned to the sell side, with further support at USD 2,823 and USD 2,739. Resistance is at USD 2,905, USD 2,940, and USD 2952.5.

Nickel

The small bullish hidden divergence that we highlighted yesterday came into play, resulting in the futures trading to a high of USD 19,970. At no point did price and momentum become aligned to the buyside. Price and momentum are currently conflicting, if the 4-hour candle closed above the USD 19,618 level with the RSI at or above 64.5 (currently 59) then the intraday is considered as bullish. Likewise, a close below the 19,618 level would mean the price and momentum are weak. The downside move from the USD 19,970 high is signaling the momentum is weakening based on price with the futures having already tested the 19,618-pivot support. Above USD 19,911 momentum will be seen to be improving suggesting we could test the USD 20,011 high and potentially USD 20,265. Support is at USD 19,618, USD 19,351, and USD 19,211.

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Lead

The futures traded above the USD 2,138 level, indicating that momentum was improving based on price, with the futures trading to a high of USD 2,164.5 this morning. Price and momentum are aligned to the buy side with resistance at USD 2,172, USD 2,209, and USD 2,044. Downside moves on the 4-hour candle that close below the USD 2,127 level with the RSI at or below 50.5 (currently 52) would mean intraday price and momentum is weakening. Below this level the futures will target near-term support at USD 2,099 and USD 2,063.