

# FIS Base Morning Intraday Note

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## Copper

Sideways action in copper yesterday has resulted in intraday price and momentum continuing to conflict with both the RSI and price on support. Downside moves on the 4—hour candle that close below the USD 8,981 level with the RSI at or below the 47.5 level (currently 49) would mean intraday price and momentum are weakening. Likewise, a close above the USD 8,981 level with the RSI at or above the 52 level would indicate the intraday technical is strengthening. Support remains unchanged at USD 8,837, USD 8,751, and USD 8,684. Market pullbacks below the USD 8,751 level would be considered as deep warning that the technical condition is weakening further and the bullish Gartley pattern is unlikely to be in play. Resistance is at USD 9,155, USD 9,304, USD 9,628.

## Alu

Conflicting price and momentum yesterday became aligned to the sell side on the opening 4-hour candle of the day. The technical remains on a corrective/neutral phase as the upside move is considered as deep into the last bear wave, the futures have broken a 3-candle pivot pattern warning the intraday is weakening with a near-term target at the USD 2,130 Fractal support (5-point pivot), below this level the futures will target the USD 2,165 level and potentially the USD 2,071 support. Upside moves on the 4—hour candle that close above the USD 2,176 level with the RSI at or above the 53.5 level (currently 45) would mean that intraday price and momentum are aligned to the buy side with resistance at USD 2,200 and USD 2,229.

## Zinc

As highlighted yesterday the Fractal footprint is bearish but the upside move into the last bear wave means the intraday technical is considered as neutral. The futures are moving lower, but price and momentum continue to conflict, a close on the 4—hour candle below the USD 2,780 with the RSI at or below the 44 level (currently 46.2) would indicate that price and momentum are weakening. Downside support is at USD 2,737, USD 2,716, and USD 2,687; market pullbacks that hold above the USD 2,687 level would support a buyer's argument, below this level the technical would be weakened further. Upside resistance is at USD 2,780, USD 2,805, and USD 2,835.

## Nickel

We previously noted that upside moves should be considered as countertrend and this has been the case. The futures have now created a lower low in the market and with it, a positive divergence that is warning of a potential momentum slowdown. The futures are below the daily pivot but need the RSI to close at or below 29.5 (currently 29.75) for price and momentum to be aligned to the sell side, as at this point it is conflicting. Downside support is at USD 15,622, USD 15,292, and USD 14,962. Upside moves on the 4—hour candle that close above the USD 16,365 level with the RSI at or above the 34 level would indicate that intraday price and momentum is strengthening.

## Lead

Intraday price and momentum remain aligned to the sell side with the RSI continuing to produce a negative divergence with price, this is not a buy signal, but it does warn that we have the potential to see a momentum slowdown. Downside support is at USD 1,959, USD 1,948, and USD 1,934, upside moves that close above the USD 1,995 level with the RSI at or above the 41.5 level (currently 36) would mean intraday price and momentum is aligned to the buy side. Resistance is at USD 1,995, USD 2,016, and USD 2,040.