

FIS Base Morning Intraday Note

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Copper

The futures remain in a consolidation phase, but the downside move on Friday below the USD 8,908 level means the futures have created a lower low in the market, indicating the intraday technical is showing signs of weakness. However, the pullback has held above the USD 8,784 level and this supports a buyer's argument with price and momentum now aligned to the buy side, if the futures remain above USD 8,995 level this would continue to support a buyer's argument. A close on the 4-hour candle with the RSI at or below the 48.5 (currently 50) would warn that price and momentum are weakening. Resistance is at USD 9,158, above this level the futures will target the USD 9,199.5 and USD 9,288.5 levels; Support is at USD 8,995, USD 8,841, and USD 8,784.

Ali

The futures held above the USD 2,183.5 Fractal support and have now traded above the USD 2,249.5 resistance, meaning we are looking at a wave extension. Price and momentum are aligned to the buy side with futures entering the Fibonacci resistance zone, downside moves on the 4—hour candle that close below the USD 2,248 level with the RSI at or below the USD 55.5 (currently 61) level would mean intraday price and momentum is aligned to the sell side. Corrective moves that hold at or above the USD 2,220 level would support a buyer's argument, below this level the pullback would be considered as deep and the intraday technical phase as neutral. Below USD 2,188 the futures will have broken Fractal support, meaning the intraday would be considered as bearish. Resistance is at USD 2,272, USD, 2,307, and USD 2,357.

Zinc

Having made a lower low in the market the intraday technical entered a bearish phase with price trading to a low of USD 2,758.5. Price and momentum were conflicting on Friday with the futures above the daily pivot, but not supported by the RSI. However, a strong upside move resulted in not only a strengthening in price and momentum, but a new high in the futures taking the technical back into bullish territory. The new high means that the intraday Elliott wave has moved into another bullish cycle phase with lower timeframe momentum indicators also making higher highs, suggesting downside moves should be considered as countertrend. A close on the 4—hour candle below the USD 2,822 level with the RSI at or below the 50 level (currently 59.75) would mean intraday price and momentum is aligned to the sell side. Resistance is at USD 2,875, USD 2,903, USD 2,952 with support at USD 2,822, USD 2,795, and USD 2,742.

Nickel

Nickel continues to flat line and remains in range between USD 16,690, USD 15,665. **Unchanged**

Lead

The intraday divergence has resulted in a strong push to the upside that has broken the Fractal resistance at USD 1,958, the higher high means the intraday technical is considered as bullish. The Daily technical has now closed firmly above the 200 period MA with the stochastic showing a bullish cross in oversold territory, suggesting higher timeframe momentum indicators are vulnerable to further tests to the upside. A close on the 4—hour candle below the USD 1,957 level with the RSI at or below the 43.5 level (currently 54) would mean intraday price and momentum are aligned to the sell side. Resistance is at USD 1,999, USD 2,020, USD 2,083 with support at USD 1,957, USD 1,936, and USD 1,908.