

FIS Base Morning Intraday Note

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Copper

The intraday upside move yesterday held below the USD 9,044 resistance (high USD 9,041) with the futures failing to gain RSI support. A weak close left price and momentum aligned to the sell side and a weaker open has put the futures below the USD 8,841 fractal. Key support at USD 8,784 remains intact, downside moves below this level would weaken the technical further and warn we could look to test the recent lows. There is a caveat, and that is the USD 8,704 support level, a downside moves that holds around/above this level could be a potential bullish Gartley pattern. The pullback from the 15/03/21 held above the 61.8% (USD 8,810) support on the 19/03/21 (low USD 8,841) price is now trading below USD 8,841 and testing the USD 8,810 support, if broken we target USD 8,704 for the Gartley. It is not a clean pattern as the corrective move would ideally be a clean 3-wave A, B, C pattern; however, it is a 3-wave down, 1 wave up followed by a 3-wave down which does fit, so needs to be monitored. Upside moves that close on the 4 – hour candle above the USD 8,937 level with the RSI at or above the 50.5 level (Currently 41.8) would mean intraday price and momentum is aligned to the buy side. Resistance is at USD 9,044, USD 9,145, USD 9,288.5 with support at USD 8,810, USD 8,784, and USD 8,704.

Ali

A plus and a negative for Ali yesterday, a strong upside move did trade above the USD 2,255 level meaning the corrective wave lower has been neutralized, opening the technical up for a potential bull wave. In terms of Elliott this can only mean that the deep pullback is maybe linked to an extended wave 3 (with the lower timeframe losing a wave on the China comment about releasing stock), this Elliott is not the clearest of cycles so should be treated with caution. The upside moves yesterday above the daily pivot did not have RSI support, meaning price and momentum are conflicting. A close above the USD 2,238 level with the RSI at or above the 56.5 level would mean intraday price and momentum is aligned to the buy side. Likewise, a close on the 4-hour candle below this level with the RSI at or below 52 (currently 52.3) would mean intraday price and momentum is weakening. Resistance is at USD 2,255, USD 2,271, USD 2,289 with support at USD 2,215, USD 2,182, and USD 2,158.

Zinc

Price and momentum remain aligned to the sell side with the intraday technical in a neutral phase. Upside moves on the 4 – hour candle that close above the USD 2,804 level with the RSI at 53 or higher (currently 44.5) would mean intraday price and momentum are aligned to the buy side. Downside moves below the USD 2,758 level would create a lower low in the market meaning the intraday technical would be considered as bearish. The futures are currently holding around the USD 2,788 (78.6% Fib retracement) support, if we hold around this level and move higher, then we have the potential to test the USD 2,899 high. Resistance is at USD 2,804, USD 2,860, USD 2,899 with support at USD 2,788, USD 2,758, and USD 2,691.

Nickel

USD 16,690 is the resistance and USD 15,665 is the support. Support and resistance between these levels are intraday noise that at this point lack reliability. **Unchanged**

Lead

Intraday price and momentum remain aligned to the sell side with the futures trading below the USD 1,935 support. The fractal footprint is bullish but the technical is now neutral based on the deep pullback, warning we have the potential to test the USD 1,908 low, below this level the intraday futures are considered as bearish. Upside moves that close on the 4-hour candle above the USD 1,945 level with the RSI at 51.5 or higher (currently 40.5) would mean intraday price and momentum is aligned to the buy side and above the USD 1,973.5 level the intraday technical is considered as bullish, targeting the USD 1,989.5 resistance. Support is at USD 1,908, USD 1,902, and USD 1,858. Intraday price is now trading below the 200-period daily MA (USD 19,35).