

FIS Base Morning Intraday Note

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

Copper

Yesterday we noted that the futures had the potential to produce a bullish Gartley pattern, maybe not a conventional as a textbook pattern it did need to be monitored with the with the USD 8,704 being the support level to watch. The futures traded down to a low of USD 8,702 with price now trading USD 200 higher. Intraday price and momentum are now conflicting with the with the futures above the daily pivot point, but not yet supported by the RSI. If the 4-hour candle holds above the USD 8,808 level with the RSI at 49 or higher on the candle close (currently 46.5) then price and momentum will be aligned to the buyside. Upside moves that fail at or below the USD 9,030 level would warn the futures remain vulnerable to further tests to the downside, above this level momentum would be considered as firming based on price, targeting USD 9,145 level, with further resistance at USD 9,199.5 and USD 9,288.5. Support is at USD 8,808, USD 8,693, and USD 8,570.

Aluminum

Yesterday we noted that price had traded above the USD 2,255 level meaning the downside move had been neutralized, opening the technical up for a potential bull wave. The upside move now has RSI support, meaning price and momentum are aligned to the buyside. The strength of the move would suggest that the futures are in a bullish wave 5, targeting the USD 2,289 level, with further resistance at USD 2,303 and USD 2,334. Downside moves that close on the 4—hour candle below the USD 2,247 level with the RSI at or below the USD 52.5 level (currently 59) would mean intraday price and momentum are aligned to the sell side. Support is at USD 2,247, USD 2,234, and USD 2,212.

Zinc

The futures traded down to a low of USD 2,762, breaking the USD 2,788 support but holding above the USD 2,758 Fractal resistance. The futures have moved above the daily pivot point, but the price and momentum are now conflicting as the upside move does not have the support of the RSI. A close on the 4-hour candle above the USD 2,782.5 level with the RSI at or above the 51.5 level (currently 48.5) would mean intraday price and momentum are aligned to the buyside. Likewise, a close below the USD 2,782.5 level would mean intraday price and momentum is weakening. Like yesterday's Gartley in copper we have another unconventional pattern, except this time it is a head and shoulders pattern on the 4-hour chart. Unconventional because the pattern is not at the market high, making me wonder if we are seeing a transition from a wave B into a downside wave C. Resistance is at USD 2,814—USD 2,830, USD 2,852 with support at USD 2,758, USD 2,709, and USD 2,693

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 are conflicting as price is on the daily pivot at USD 1,933 and the daily 200 period MA but does not have the support of the RSI. Technically neutral, a close on the 4-hour candle above the USD 1,933 level with the RSI at or above the 50 level would mean intraday price and momentum are aligned to the buyside. Likewise, a close below the USD 1,933 level would mean intraday price and momentum is weakening. The 8—21 period EMA are now converging with the 200