

FIS Base Morning Intraday Note

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Copper

The futures remain above the bullish gap and the Fibonacci support zone having moved sideways since yesterday morning. The intraday technical remains bullish having made a higher high in the market, but intraday price and momentum is now conflicting as the move lower on the open does not have RSI support at this point. A close on the 4-hour candle below the USD 9,023 level with the RSI at or below the 48 would mean intraday price and momentum are weakening. Likewise, a close above the USD 9,023 level would mean price and momentum are aligned to the buyside. Downside moves that hold at or above the USD 8,834 level would support a buyer's argument, below this level the pullback is considered as deep and the technical phase neutral. Resistance is now at USD 9,104, USD 9,145, USD 9,199.5 with support at USD 8,947, USD 8,899, and USD 8,834.

Aluminum

The futures held in bullish territory yesterday with price trading back above the USD 2,267 resistance, however we failed to trade above the 22,78.5-high created by the opening candle. Price traded below and closed below the daily pivot (2,257) on the opening candle, meaning intraday price and momentum are currently conflicting. A close on the 4-hour candle above the USD 2,257 would indicate intraday price and momentum are aligned to the buyside. Likewise, a close below the daily pivot with the RSI at or below the 50 (currently 53) would warn intraday price and momentum are weakening. The intraday technical phase is neutral with resistance at USD 2,267, USD 2,279, and USD 2,301, support is at USD 2,247, USD 2,239, and USD 2,228. Downside moves that hold at or above USD 2,228 would support a buyer's argument, below this level would suggest a further weakening of the technical targeting the USD 2,206 Fractal support.

Zinc

The intraday technical created a higher high on the open yesterday taking the intraday technical into bullish territory. Price and momentum are currently conflicting as the downside move on the open failed to gain RSI support. A close above the USD 2,825 on the 4-hour candle would mean intraday price and momentum are strengthening; however, a close below the USD 2,825 level with the RSI at or below the 48 level (currently 51.5) would mean it is weakening. Corrective moves lower that hold at or above the USD 2,790 level would support a buyer's argument, below this level the intraday technical is considered as neutral. Resistance is at USD 2,856, USD 2,866, USD 2,876 with support at USD 2,812, USD 2,802, and USD 2,790.

Nickel

Intraday price and momentum are aligned to the buyside with the futures closing above the USD 16,690 resistance on the 4-hour candle yesterday. On paper this is warning we could be in the process of breaking the range resistance, however price needs to hold above and produce an impulse move away from the USD 16,690 level for the move to have conviction. A close on the 4-hour candle below the USD 16,615 level with the RSI at or below the 48.5 level would mean intraday price and momentum are aligned to the sell side suggesting the new range is between USD 15,665—USD 16,795. Resistance is at USD 16,795, USD 16,941, USD 17,285 with support at USD 16,615, USD 16,435, and USD 16,150.

Lead

The futures held above the 200 period MA on the daily technical yesterday with price and momentum now between the 8-21 period EMA's. the 200-period MA is a key moving average (USD 1,941), there is a lack of conviction on the upside moves away from the average on the daily chart, warning that further tests of the MA could result in price breaking through. The daily RSI is below 50 with the stochastic nearing overbought territory, momentum is warning of the potential for a test to the downside. Intraday price action is non-directional at this point.