

# FIS Base Morning Intraday Note

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## Copper

intraday price and momentum became aligned to the buy side early on yesterday with the futures trading just below our USD 9,019 tertiary resistance. The daily technical remains within its range with key resistance levels at USD 9,145 and USD 9,199.5. Upside moves above the secondary resistance would signal a break above the key fractal resistance, suggesting we could test the USD 9,617 high; however, it is important to note that price is now above trend resistance suggesting the technical condition is turning bullish. Upside moves that trade above and hold above the USD 9,048 level will support a bullish argument. A close on the 4-hour candle below the USD 9,023 level with the RSI at or below 53 (currently 64) would indicate intraday price and momentum are aligned to the sell side. Further support can be found at 8,943 and USD 8,812.

## Ali

The technical breakout two days ago needed to see upside continuation which it achieved yesterday. The trend is technically bullish but the RSI on the daily chart is in divergence. However, on the intraday technical the RSI is making new highs, suggesting downside moves should find buying support in the near-term. Upside resistance is at USD 2,345, USD 2,364, and USD 2,374 with the tertiary resistance being 161.8% the length of the previous move between 31/03/21 and the 08/04/21. Downside moves on the 4-hour candle that close below the USD 2,316 level with the RSI at or below the 59 level (currently 71) would mean intraday price and momentum are aligned to the sell side, further support is at USD 2,316 and USD 2,303.

## Zinc

Yesterday we highlighted a bearish intraday technical with a bullish Harami pattern on the daily chart, warning of the potential for a momentum slowdown. A breakout above yesterday's high warned that momentum was improving based on price, resulting in intraday price and momentum becoming aligned to the buy side. Downside moves that close on the 4-hour candle below the USD 2,809 level with the RSI at or below the 46.5 level (currently 56) would mean intraday price and momentum are aligned to the sell side, further support is at USD 2,770 and USD 2,751. Upside moves on the intraday technical above the USD 2,869 resistance would create a higher high and be considered as technically bullish and target the USD 2,899 and USD 2,952 resistance levels. Technically we are still within the daily range with the technical having to do more to be considered as bullish on the intraday.

## Nickel

Nickel clearly did not get the memo that the base complex was showing signs of bullish price action with the futures giving up all of yesterday's gains on the opening candle. Intraday price and momentum are again aligned to the sell side with the futures looking to test the daily 200-period MA at USD 15,981. The technical is weakening but ultimately remains in range between USD 16,875 and USD 15,665.

## Lead

intraday price and momentum were bullish yesterday morning but needed confirmation on the close of the 4-hour candle, which it got. As previously noted, the daily candle has spent 8 trading days closing above the 8 period EMA, suggesting momentum is improving based on price. The daily RSI is now at 50; however, the stochastic remains a concern as it is in overbought territory. The futures are now on the 55-period EMA (USD 1,997) which we have as a key resistance. If the daily technical can go above and hold above the 55-period average with the RSI going above and holding above the 50 level, then the faster moving stochastic would be considered as less relevant. Downside moves on the 4-hour candle that close below the USD 1,993 level with the RSI at or below 52 would mean intraday price and momentum are conflicting. Resistance is at USD 1,997, USD 2,008, USD 2,021 with support at USD 1,996, USD 1,978.5, and USD 1,965.