

# FIS Base Morning Intraday Note

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## Copper

We noted last week that copper looked to be in the early stages of an Elliott wave 5. Friday's pullback did mean that price and momentum became aligned to the sell side, however bullish price action on the open today has reversed this. Downside moves on the 4—hour candle that close below the 9,233 level with the RSI at or below 61 (currently 68) would mean intraday price and momentum are aligned to the sell side. Technically bullish based on our Elliott wave count, resistance is at USD 9,422, USD 9,542, USD 9,671 with support at USD 9,233.5, USD 9,150, and USD 9,045.

## Ali

As highlighted on Friday the downside move in the futures looked to be countertrend and this has been the case. Price and momentum briefly became aligned to the sell side, but the USD 2,313 support held, suggesting we could test the USD 2,359 high in the near-term with further resistance at USD 2,370, USD 2,388 and a potential upside target at USD 2,406. Downside moves on the 4-hour candle that close below the USD 2,326 level with the RSI at or below the 60 level (currently 62.5) would mean intraday price and momentum are aligned to the sell side, warning we remain in a corrective wave 4 of this phase that started on the 31/03/21. Support is at USD 2,326, USD 2,313, and USD 2,299.

## Zinc

Price and momentum remain aligned to the buy side with the RSI making a new high, indicating the technical is showing bullish price action. The RSI although bullish is showing a small negative divergence warning that we could see a corrective move lower in the near-term. Upside moves above the USD 2,885 level with the RSI above 63.53 would mean the divergence has failed (RSI currently 59.2) and above the USD 2,899 level would break fractal resistance, warning the technical is potentially entering a bullish wave 5 of this phase. Downside moves on the 4—hour candle that close below the USD 2,67 level with the RSI at or below the 52.5 level would mean intraday price and momentum are aligned to the sell side with further support at USD 2,843 and USD 2,829. Resistance is at USD 2,885, USD 2,899, and USD 2,952.

## Nickel

Intraday price and momentum are conflicting with price holding the daily 200-period MA at USD 16,011. A close below the 200-period MA would indicate the futures could test the USD 15,665 range support with further resistance at USD 15,508. Technically the futures are considered as neutral as they remain in range, however the failed upside break and the continued failure to push away from the 200-period daily average does leave the technical vulnerable to further tests to the downside.

## Lead

The futures continue to hold above the 55 period EMA indicating a strengthening technical picture. Intraday price and momentum are aligned to the buy side, but price is now testing the daily pivot support, a close below the USD 2,038 level with the RSI at or below the 59.5 (currently 61.8) would mean intraday price and momentum are weakening. Lower time frame wave analysis would suggest that downside moves should be considered as countertrend, suggesting buying support at lower levels. Downside moves that hold above the USD 2,007 level would support a buying argument, below this level the pullback is considered as deep and the technical phase neutral. Support is at USD 2,038, USD 2,007, USD 1,993 with resistance at USD 2,062.5, USD 2,084, and USD 2,129.