

FIS Base Morning Intraday Note

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Copper

The upside move in copper yesterday meant price and momentum were aligned to the buy side, however a corrective move lower on the open means intraday price and momentum are now conflicting. The daily technical looks to be on wave 5 of this phase indicating the USD 9,617 resistance should in theory be tested. Upside moves on the 4—hour candle that close above the USD 9,402 level with the RSI at or above 64.5 (currently 60.5) would mean intraday price and momentum are aligned to the buy side; likewise, a close below the USD 9,402 level would indicate intraday P&M are weakening. Technically bullish, resistance is at USD 9,483, USD 9,582, USD 9,617 with support at USD 9,402, USD 9,329, and USD 9,281.

Aluminum

Technical support at USD 2,299 held yesterday resulting in an upside move. Intraday price and momentum became aligned to the buy side yesterday with the futures entering the bullish wave 5 that we called a little early two days ago. The futures have now achieved the minimum requirement for wave completion having made a new high with; however, using the Williams approach our lower-time frame wave analysis would suggest that we have a potential upside target at the USD 2,400 level. A close on the 4-hour candle below the USD 2,348 level with the RSI at or below the 58 level (currently 60.5) would mean intraday price and momentum are aligned to the sell side. Resistance is at USD 2,363, USD 2,382, USD 2,400 with support at USD 2,348, USD 2,326, and USD 2,305.

Zinc

Upside moves in Zinc yesterday failed to get price above the daily pivot point, however intraday price and momentum are now conflicting warning that downside momentum could be weakening. A close on the 4—hour candle above the USD 2,807 level with the RSI at or above the 44.5 level (currently 41.5) would mean intraday P&M are aligned to the buy side. Likewise, a close below this level with the RSI at or below 39 would indicate weakening P&M. A look on the daily technical highlights flat moving averages that imply a lack of trend which is highlighted by the futures on the higher timeframe producing sideways action. Resistance is at USD 2,830, USD 2,844, USD 2,881 with support at USD 2,790, USD 2,785.5, and USD 2,770.

Nickel

Daily price action continues to test the 200-period MA with intraday P&M continuing to give false signals due to the ranging environment. The fractal footprint remains bearish, but the futures are still in the long-term range between USD 16,875 and USD 15,665.

Lead

We noted two days ago that downside moves should be considered as countertrend with the daily futures producing a bullish rejection candle off the 21 period EMA. Intraday price and momentum are now conflicting, with price above the daily pivot at USD 2,023.5 but without RSI support at this point. A close on the 4-hour candle above this level with the RSI above the 52 level (currently 51) would mean intraday price and momentum are aligned to the buy side. Likewise, upside moves above the USD 2,038 high from yesterday would indicate that momentum is improving based on price, as the futures have already produce the daily rejection candle. A close below the USD 2,023.5 with the RSI at or below the 48 level would indicate intraday price and momentum is weakening. Resistance is at USD 2,049, USD 2,059.5, USD 2,066.5 with support at USD 2,023.5, USD 2,009, and USD 1,983.5.