

FIS Base Morning Intraday Note

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Copper

An interesting move on copper which is now above out 9,900 resistance level, it is pushing our intraday oscillators to new highs, warning of wave extension from the initial move the started on the 01/04/21. The speed and trajectory of this move is behaving like an extended wave 3, not confirmed yet we should know in the coming days if this is the case. Either way downside moves should be considered as countertrend at this point as the current move is bullish impulse. Intraday price and momentum are aligned to the buy side with resistance at USD 10,069, USD 10,281, and USD 10,370. A close on the 4-hour candle below the USD 9,690 level with the RSI at or below 71.5 (currently 79.3) would mean intraday price and momentum are aligned to the sell side. Further support is at USD 9,601 and USD 9,451.

Ali

Price and momentum are aligned to the buy side with the futures above our USD 2,400 target. The daily technical is holding above all key moving averages with near-term resistance on the higher timeframe at USD 2,432, further resistance is at USD 2,458 and USD 2,499. A close on the 4—hour candle below the USD 2,392 level with the RSI at or below 59.5 (currently 65) would mean intraday price and momentum are weakening. The intraday wave count would indicate that the move that started on the 31/03/21 is now on a bullish wave 5 (100 min chart) with the move that started on the 20/04/21 suggesting the 5th wave is extending, implying downside moves should be considered as countertrend at this point. Support is at USD 2,392, USD 2,378, and USD 2,353.

Zinc

The upside move yesterday has broken the USD 2,899 range resistance meaning the futures should now target the USD 2,952 level in the near-term with further resistance at USD 3,013 and USD 3,157. The daily chart is now on a bullish wave 5. downside moves on the 4—hour candle that close below the USD 2,897 level with the RSI at or below the 53.5 level (currently 66) would mean intraday price and momentum are weakening. Technical pullbacks that hold around the USD 2,889 level would further support a bull argument, however the intraday remains technically bullish above the USD 2,842 level, and neutral below.

Nickel

Yesterday we noted that buy side momentum was improving as the futures had closed above the previous 5 –closes. This has proven to be the case with price trading above the USD 16,875 resistance whilst the daily candles showing strong closes, this has put price above the 55 period EMA. Upside moves that can close above and hold above the USD 16,875 resistance would support a bull argument and technical breakout; likewise, downside moves that hold above the USD 16,570 level with the RSI above 56 would also suggest that price and momentum are holding in bull territory. A close below this level with the RSI at 54.5 or lower would indicate intraday price and momentum are weakening. Resistance is at USD 16,938, USD 17,318, USD 17,362 with support at USD 16,558, USD 16,447, and USD 16,280.

Lead

Yesterday we noted the futures had entered a bullish wave 5 of this phase with the futures trading up to tertiary resistance at USD 2,095. The upside move also took price above the USD 2,090 66% retracement on the daily technical meaning the upside move is deep into the last bear wave, taking the higher timeframe technical from bearish to neutral. Intraday price and momentum remain aligned to the buy side, a close on the 4—hour candle below USD 2,072 with the RSI at or below 55.5 (currently 62.8) would mean intraday P&M are aligned to the sell side. Resistance is at USD 2,095, USD 2,122, USD 2,156 with support at USD 2,072, USD 2,051, and USD 2,024.