

FIS Base Morning Intraday Note

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Copper

The futures remain in an extended wave 3 with the lower time frame wave count now on a wave 5 of this phase. Intraday price and momentum are aligned to the buyside, but the RSI is now in divergence with price. Not a sell signal it does warn that we could see a momentum slowdown; however, wave analysis would suggest that that we have the potential to target the USD 10,146 level first: Note having made a new high, the minimum requirement for phase completion on the lower timeframe has now been achieved. Downside moves on the 4—hour candle that close below USD 9,823 with the RSI at or below 66.5 (currently 71) would mean intraday price and momentum are aligned to the sell side. Resistance is at USD 9,983, USD 10,065, USD 10,146 with support at USD 9,823, USD 9,752, and USD 9,719.

Ali

Having held above the USD 2,379 support highlighted two days ago the futures have now made a new high, indicating we are now on the 5th wave of the 5th wave of the phase that started on the 31/03/21. Technically bullish the intraday futures are now entering a resistance zone with levels to watch being USD 2,420 (current price) and USD 2,433, with a potential near-term upside target at USD 2,445. Downside moves that close on the 4—hour candle below USD 2,395 with the RSI at or below 61 (currently 67) would mean intraday price and momentum are aligned to the sell side. Further support can be found at USD 2,380 and USD 2,344.

Zinc

An inside day candle pattern yesterday (Google Investopedia as the URL is massive) has been followed by a break to the upside, price is now trading above the high of the long legged Doji from two days ago. Lower timeframe wave analysis (46 min chart) is showing the futures are in a wave 5 of this phase with resistance at USD 2,958, USD 2,977, and USD 3,003. Downside moves that close on the 4-hour candle below USD 2,916 with the RSI at or below the 57.5 level (currently 64) would mean intraday price and momentum are aligned to the sell side. However, a corrective move lower that holds at or above USD 2,840 would support a buying argument on a higher timeframe cycle. Support is at USD 2,916, USD 2,875, and USD 2,845.

Nickel

Yesterday we highlighted the 3 white soldiers candle pattern signaled that market bulls were in control resulting in the futures producing another strong bull candle, this has put price above the USD 17,362 resistance on the daily chart. The daily technical will remain vulnerable below the USD 18,598 level, above this level the upside move is considered as deep into the last bull wave, meaning the futures will enter a neutral phase. Downside moves on the 4—hour candle that close below the USD 17,216 level with the RSI at or below 68 (currently 77) would mean intraday price and momentum are aligned to the sell side. Corrective moves lower that hold above the USD 16,465 level would support a bull argument. Resistance is at USD 17,593, USD 17,887, USD 18,598 with support at USD 17,216, USD 16,907, and USD 16,720.

Lead

Yesterday we noted that lead was in a corrective wave 4 on a lower timeframe (33 min). The futures have now made a higher high to confirm a bullish wave 5 with price now nearing our upside target of USD 2,122, this is based on the Williams approach using Fibonacci extension to measure the move from the USD 1,998 low (wave 1) to USD 2,097 high (wave 3) and projecting from the USD 2,062 low (wave 4). Further resistance can be found at USD 2,139 and USD 2,160. Downside moves on the 4-hour candle that close below USD 2,090 with the RSI at or below 57 (currently 64) would mean intraday price and momentum are aligned to the sell side. Further support can be found at USD 2,076 and USD 2,057.