

FIS Base Morning Intraday Note

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Copper

As highlighted yesterday upside moves had failed to trade above the daily rejection candle warning that the daily technical was showing signs of a potential momentum slowdown. Intraday price and momentum are aligned to the sell side with the 21 period RSI below 50. Corrective moves lower that hold at or above the USD 9,462 level would support a buyer's argument on a higher timeframe, below this level the pullback is considered as deep and the technical phase neutral likewise. A close above USD 10,335 with the RSI at or above 63.5 (currently 46) would mean intraday price and momentum are aligned to the buy side. Between USD 9,965 and USD 10,040 we have 4 points that have previously acted as resistance, indicating we could see some buying support around this area. Resistance is at USD 10,335, USD 10,620, USD 10,747.5 with support 10,040, USD 9,965, and USD 9,773.

Ali

Intraday price and momentum are aligned to the sell side with the downside move trading to a low of USD 2,407, meaning the USD 2,406 support is holding. However, we have revised key support to USD 2,340 meaning we remain bullish above this level and neutral below. It is worth noting that the daily RSI is falling faster than price and is now showing a bullish hidden divergence; not a buy signal it does warn that we could see a momentum slowdown as price is proving to be more resilient than the RSI. Upside moves on the 4-hour candle that close above the USD 2,463 level with the RSI at or above 56.5 (currently 40) would mean intraday price and momentum are aligned to the buy side. Resistance is at USD 2,463, USD 2,512, and USD 2,603 with support at USD 2,406, USD 2,340, and USD 2,300.

Zinc

Support failed to hold yesterday meaning the bullish Gartley pattern is no longer in play as the futures have made a lower low in the market, warning we could now be in a higher time frame corrective phase, key support is now at USD 2,857. Downside moves below this level would warn the technical condition is weakening. Upside moves on the 4-hour candle that close above USD 2,927 with the RSI at or above 52 (currently 43.5) would mean intraday price and momentum are aligned to the buy side. Resistance is at USD 2,927, USD 2,983, USD 3,034 with support at USD 2,882, USD 2,857, and USD 2,818.

Nickel

Yesterday we noted that the futures could be seeing phase completion with intraday price and momentum aligned to the sell side. The futures remain in a corrective phase with price finding support on the daily 55 period EMA whilst remaining above the USD 16,720 support. Downside moves that hold above this level would support a bull argument on a higher timeframe, below this level the pullback is considered as deep and the technical phase neutral, bringing into question the longer-term bull cycle. Upside moves the close above the USD 17,425 level on the 4-hour candle with the RSI at or above 53.5 (currently 43.5) would mean intraday price and momentum are aligned to the buy side. The futures remain corrective having made a lower low in the market and remain vulnerable to further tests to the downside below the USD 17,811 level. Resistance is at USD 17,425, USD 17,498, USD 17,631 with support at USD 17,064, USD 16,720, and USD 16,135.

Lead

The futures continue to move lower suggesting we are on a wave-4 correction on a higher timeframe. The corrective move lower remains above the USD 2,086 support, below this would indicate the trend is considered as neutral. Upside moves on the 4, hour candle that close above USD 2,153 with the RSI at or above 51 (currently 43) would mean intraday price and momentum are aligned to the buy side. Resistance is at USD 2,153, USD 2,184, USD 2,217 with support at USD 2,128, USD 2,086, and USD 2,024.