

# FIS Base Morning Intraday Note

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

## Copper

Intraday price and momentum are aligned to the sell side with the futures trading below the USD 10,014 support, but holding above the USD 9,480 level (revised up from USD 9,462). Downside moves that hold above this level support a bull argument with the technical considered as neutral below. The daily technical is now below the 15 period EMA but holding above the 30 period EMA with short term momentum indicators starting to look oversold on both the daily and intraday technical. A close on the 4—hour candle above USD 10,065 with the RSI at or above the 46 (currently 39) would mean intraday price and momentum are aligned to the buy side. Resistance is at USD 10,065, USD 10,129, USD 10,204 with support at USD 9,850, USD 9,788, and USD 9,480.

## Aluminum

A deep pullback two days ago took the futures into a neutral phase. Price and momentum remain aligned to the sell side with the futures continuing to move lower, warning we have the potential to test the USD 2,305 low. Countering this is the daily technical with the futures holding the 55 period EMA yesterday with short term daily momentum indicators looking oversold, implying the higher timeframe is showing signs of exhaustion. Upside moves on the 4—hour candle that close above USD 2,389 with the RSI at or above 43.5 (currently 36) would mean intraday price and momentum are aligned to the buy side. The Elliott wave still suggests there is the potential for another bullish wave but the deep pullback is warning that we may struggle to make a new high. The daily technical is on support with short term momentum indicators oversold, if we trade below the USD 2,305.50 level the probability of a bullish 5th within this phase will look unlikely. Resistance is at USD 2,389, USD 2,440, USD 2,496 with support at USD 2,333, 2,305.50, and USD 2,282.

## Zinc

Intraday price and momentum are now conflicting with the futures showing two days of consolidation. Downside moves below the USD 2,930.5 level would create would warn the technical picture is weakening with a near-term target at the USD 2,882 support, below this level the futures will have broken a key fractal support meaning the intraday technical is considered as bearish implying the USD 2,784 support could be tested. Intraday price and momentum are conflicting, a close on the 4—hour candle above USD 2,961.50 with the RSI at or above 53.8 (currently 48) would mean it is aligned to the buy side with further resistance at USD 2,998 and USD 3,019. Upside moves that fail at or below the USD 3,047 resistance level would leave the technical vulnerable to further downside moves.

## Nickel

The USD 17,060 support was broken yesterday with the futures trading to a low of USD 16,720. Downside moves that hold at or above the USD 16,720 level would support a bull argument, below and the pullback is considered as deep and the technical phase neutral. Further support is at USD 16,425 and USD 16,382. Upside moves on the 4—hour candle that close above USD 17,287 with the RSI at or above 45.5 (currently 33) would mean intraday P&M are aligned to the buy side targeting the USD 17,354 and USD 17,520 resistance levels. Technically we are holding in bull territory, if we go much lower we become neutral.

## Lead

The futures continue to move sideways in what looks to be a bullish Elliott 5th wave, however this still needs confirmation. Intraday P&M are still aligned to the buy side but it is marginal. A close on the 4—hour candle below the USD 2,207 level with the RSI at or below 50.5 (currently 53) would mean it is aligned to the sell side. Support is at USD 2,207, USD 2,158, USD 2,128 with resistance at USD 2,235, USD 2,258 and USD 2,289.