

FIS Base Morning Intraday Note

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Copper

The intraday futures have made a lower low with price and momentum aligned to the sell side, indicating the intraday technical remains in a corrective phase. Downside moves that close below the USD 10,013.5 level would warn of potential further weakness targeting the USD 9,896 and USD 9,773 support levels. Key support is at USD 9,462, downside moves that hold at or above this level would keep the longer-term technical in bullish territory, below this level the technical is considered as neutral. Upside moves that close above USD 10,172 with the RSI at or above 55.5 (currently 46) would mean intraday P&M are aligned to the buy side, whilst a close above USD 10,209.5 would indicate momentum is improving based on price and suggest the fractal high at USD 10,365 could be tested.

Ali

Intraday price and momentum were confirmed to the sell side yesterday with the pullback taking the technical into a neutral phase, below USD 2,427 level the intraday technical will create a lower low. Intraday trend support has also been broken on the 4—hour technical confirming the futures are currently corrective, a close on the 4—hour candle above USD 2,453 with the RSI at or above 56.5 (currently 58) would mean intraday P&M are aligned to the buy side. A close above the USD 2481.50 would indicate momentum is improving based on price, leaving market bulls to target the USD 2,503 fractal resistance. Support is at USD 2,430, USD 2,406, and USD 2,373.

Zinc

The divergence yesterday resulted in a technical pullback, intraday price and momentum are aligned to the sell side. The futures are testing the USD 3,054 trend support that is currently holding, a close below this level would warn of potential further weakness, targeting the USD 3,027 and USD 3,005 support levels. Downside moves that hold at or above USD 2,974 will support a buyers argument, below this level the pullback is considered as deep meaning the upside move that started on the 24/05/21 would be considered as neutral. A close on the 4—hour candle above USD 3,081 with the RSI at or above 60 (currently 54) would mean intraday P&M are aligned to the buy side, suggesting the USD 3,099 - USD 3,108.5 resistance zone could be tested.

Nickel

The futures failed to trade above the USD 18,598 resistance yesterday with the upside moves on the open creating a negative divergence. The future are trading below the daily pivot meaning intraday P&M are now conflicting, a close below USD 18,223 with the RSI at or below 56 (currently 57.5) would mean it is aligned to the sell side. Likewise, a close above this level with the RSI above 60.5 would mean it is strengthening, suggesting the USD 17,846 intraday trend support could be tested. Further support can be found at 17,811 with resistance at USD 18,223, USD 18,475, and USD 18,528.

Lead

The futures did close back above the daily pivot point yesterday but failed to trade above USD | 2,235 resistance. intraday P&M is again conflicting with the futures trading back below the daily pivot support. Downside moves that close on the 4-hour candle below USD 2,212.5 with the RSI at or below 50.5 (currently 52) would mean intraday P&M are aligned to the sell side. We are now seeing three daily highs which were immediately followed by intraday pullbacks warning that the market is showing signs of exhaustion. Resistance is at USD 2,225, USD 2,235 and USD 2,258.5 with support at USD 2,200, USD 2,180, and USD 2,148.