

FIS Base Morning Intraday Note

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Copper

Having tested the USD 9,773 support, the futures the futures have entered a consolidation phase with price and momentum now conflicting. The intraday trend remains bullish above USD 9,462, downside moves below this level will take the technical into a neutral phase. Upside moves that close on the 4-hour candle above the USD 9,931 with the RSI at or above 46.5 (currently 43.5) would mean intraday price and momentum are aligned to the buy side, likewise, a close below this level with the RSI at or below 42 would mean intraday P&M are weakening. Downside moves below USD 9,762 have the potential to create a positive divergence with price. Resistance is at USD 9,931, USD 10,018, USD 10,086 with support at USD 9,863, USD 9,776, and USD 9,621.

Alu

Price and momentum are aligned to the sell side with the futures now consolidating above the USD 2,390.50 low. Downside moves below this level will target our key support at USD 2,373, corrective moves that hold above this level would keep the technical in bull territory, below the pullback is considered as deep and the technical phase neutral. Upside moves on the 4-hour candle that close above USD 2,433 with the RSI at or above 52 (currently 46) would mean intraday P&M are aligned to the buy side. Above the 2,462.5 would be above Fractal resistance and warn the intraday momentum is improving based on price with further resistance at USD 2,508. Support is at USD 2,39.50, USD 2,373, and USD 2,304.50.

Zinc

The futures have traded below but closed above the USD 2,974 support, meaning the intraday technical is now considered as neutral. Intraday P&M are now conflicting as price is trading below the daily pivot level, a close on the 4-hour candle below USD 3,002 with the RSI at or below 44 (currently 47), would mean intraday price and momentum are aligned to the sell side, warning the USD 2,930, USD 2,882 support levels could be tested. Likewise, a close above this level with the RSI at or above 48.5 would mean it is aligned to the buy side. The USD 2,963.5 low has produced a positive divergence resulting in fractal resistance being broken, indicating that momentum is increasing based on price. Technically neutral based on the deep pullback, we are seeing signs of bullish price action, resistance is at USD 3,002, USD 3,037, and USD 3,063.

Nickel

The futures remain in a corrective phase with intraday P&M aligned to the sell side. Near-term support is at USD 17,710 with further support at USD 17,583 and USD 17,275. Corrective moves lower that hold at or above the USD 17,275 level will support a buyer's argument, below this level the pullback is considered as deep and the technical phase neutral. A close on the 4-hour candle above USD 17,875 with the RSI at or above 54 (currently 49.5) would indicate intraday P&M are aligned to the buy side, whilst a close on the USD 18,035 level would further support the intraday bull argument and warn the USD 18,180 resistance could be tested. The Intraday technical is corrective with price trading above a 3-day trend resistance, if it can hold above it, we could see support levels being tested.

Lead

The futures traded below but closed above our USD 2,128 support yesterday, resulting in an upside move that put intraday P&M into a bullish phase. A close below USD 2,148 with the RSI at or below 41 (currently 44.5) would mean intraday P&M are aligned to the sell side with near-term support at USD 2,128, USD 2,116, and USD 2,086. Technically corrective, we have now held the USD 2,128 505 Fib retracement 3 times with momentum improving based on price. Resistance is at USD 2,180, USD 2,197, and USD 2,225.