

FIS Base Morning Intraday Note

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Copper

An upside move yesterday failed at the USD 9,676 daily pivot resulting in the futures gapping down on the open to trade below the USD 9,462 support, the intraday technical is now considered as neutral. Price rejection yesterday failed to trade above the daily pivot, price rejection this morning is on the back of a positive divergence. Intraday price and momentum are aligned to the sell side, a close on the 4-hour candle above USD 9,601 with the RSI at or above 43 (currently 36) would mean intraday price and momentum are aligned to the buy side suggesting the USD 9,686 and USD 9,789 resistance levels could be tested. Support is at USD 9,462, USD 9,404, USD 9,207. Yesterday's hawkish Fed Reserve announcement has resulted in the largest bullish move on the daily candle in the dollar basket this year suggesting the dynamics are changing which could have an effect on the base complex in the coming weeks.

Ali

The futures held support yesterday and closed above the daily pivot, however the RSI failed to support price, resulting on the futures opening lower. Intraday price and momentum remains aligned to the sell side with near term support at USD 2,430, USD 2,406, and USD 2,373. Corrective moves lower that hold above USD 2,373 would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral. Upside moves on the 4-hour candle that close above USD 2,459 with the RSI at or above 54.5 (currently 48) would mean intraday price and momentum are aligned to the buy side. Resistance is at USD 2,459, USD 2,476, and USD 2,497.

Zinc

Intraday price and momentum remain aligned to the sell side having failed to hold above the daily pivot point yesterday. The deep pullback below USD 2,974 on the open is considered as deep meaning the technical phase is considered as neutral. Upside moves on the 4-hour candle that close above USD 3,009 with the RSI at or above 52.5 (currently 47.5) would mean intraday price and momentum are aligned to the buy side. Further resistance is at USD 3,022 and USD 3,308, upside moves that fail at or below the USD 3,038 resistance remain vulnerable to further tests to the downside. Support is at USD 2,974, USD 2,941, and USD 2,930.

Nickel

Nickel remains technically bearish with intraday price and momentum aligned to the sell side. The futures traded down to USD 17,140 on the open, creating a positive divergence with the RSI, not a buy signal the divergence does warn of the potential to see a momentum slowdown. Upside moves on the 4-hour candle that close above USD 17,560 with the RSI at or above 47.5 (currently 37.5) would mean intraday price and momentum are aligned to the buy side. However, if the futures fail to trade above the USD 18,004 level they remain vulnerable to further tests to the downside, above this level would warn that downside momentum is weakening based on price. Resistance is at USD 17,560, USD 17,795, USD 18,004 with support at USD 17,140, USD 16,990, and USD 16,620.

Lead

The futures held the USD 2,167 support with intraday P&M now conflicting. Downside moves that hold above the USD 2,150 level would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral. Upside moves on the 4-hour candle that close above USD 2,191 with the RSI at or above 52.5 (currently 49.5) would mean intraday P&M are aligned to the buy side. Resistance is at USD 2,191, USD 2,206, USD 2,218 with support at USD 2,179, USD 2,167, and USD 2,150.