

FIS Base Morning Intraday Note

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Copper

No downside move yesterday on the copper as the RSI has moved above and is holding above the 50 level; however, at 51 it is still considered as neutral with the stochastic overbought, indicating momentum remains vulnerable to a test to the downside at this point. If the RSI can hold above and move away from the 50 level the stochastic will be considered as less relevant as it is faster moving. Downside moves on the 4-hour candle that close below USD 9,422 with the RSI at or below 44.5 (currently 46.5) would mean intraday price and momentum are aligned to the sell side. The intraday technical is currently neutral with resistance at USD 9,532, USD 9,675, USD 9,854 with support at USD 9,323, USD 9,264, and USD 9,183.

Aluminum

The RSI held support yesterday resulting in the futures trading above and closing above the daily pivot at USD 2,431. Intraday price and momentum are aligned to the buy side with the futures trading at the USD 2,449 resistance, further resistance can be found at USD 2,476 and USD 2,497. Downside moves that close below USD 2,431 with the RSI at or below 47.5 (currently 55) would mean intraday P&M are aligned to the sell side. Upside moves that trade above and hold above the USD 2,449 level will target the USD 2,476 resistance, above this level the futures will have made a higher high meaning the technical is considered as bullish. Support is at USD 2,431, USD 2,410, and USD 2,393.

Zinc

Conflicting intraday P&M yesterday resolved itself when the futures closed above the daily pivot point. The futures are now testing the USD 2,923 resistance, upside moves that fail at or below the USD 2,959 level would mean the futures remain vulnerable to further tests to the downside. Above this level the technical is considered as neutral and warn the USD 2,988 resistance could be tested. Downside moves on the 4-hour candle that close below USD 2,900 with the RSI at or below 43.5 (currently 47) would mean intraday P&M are aligned to the sell side, further support is at USD 2,881 and USD 2,868.

Nickel

The intraday broke a small trend support yesterday making the P&M levels a key area of support to follow. Price did trade below the daily pivot point but failed to hold, resulting in another strong upside push that has created a higher high in the market, the intraday technical is now considered to be bullish. Upside moves that trade above the USD 18,598 level will take the daily technical out of a bearish phase and into neutral phase. If resistance holds then the technical would remain vulnerable to further tests to the downside on the higher timeframe. Downside moves on the 4-hour candle that close below USD 18,281 with the RSI at or below 55.5 (currently 66) would mean intraday price and momentum are aligned to the sell side. Resistance is at USD 18,598, USD 18,663, USD 18,960 with support at USD 18,281, USD 18,063, and USD 17,681.

Lead

The futures broke key fractal resistance yesterday meaning the intraday technical had entered bullish territory, the futures continued to move higher to trade above our near-term resistance levels. Near-term resistance is now at the daily high of USD 2,258.5, upside moves above this level will target the USD 2,301 and USD 2,342 resistance. Downside move on the 4-hour candle that close below USD 2,209 with the RSI at or below 52.5 (currently 60) would mean intraday price and momentum are aligned to the sell side; however corrective moves lower that hold at or above the USD 2,183 level will support a bull argument. Support is at USD 2,209, USD 2,202, and USD 2,194.