

FIS Base Morning Intraday Note

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Copper

The downside move held above the USD 9,270 support for the second time resulting in the futures trading above the daily pivot at USD 9,357, intraday price and momentum are conflicting. A close on the 4-hour candle above this level with the RSI at or above 51.5 (currently 50.8) would mean it is aligned to the buy side; likewise, a close below the daily pivot with the RSI at or below 49.7 would mean it is aligned to the sell side. The RSI at 51 is near neutral with the stochastic in oversold territory, momentum is warning that the futures are vulnerable to a test to the upside. Longer-term averages are now flat indicating a lack of trend and a neutral market, upside moves above the USD 9,632.5 level will warn the USD 9,686 fractal high could be broken, further resistance can be found at USD 9,762. support is at USD 9,357, USD 9,270, and USD 9,236.

Ali

Having created a 3-wave corrective pattern yesterday the futures have held the USD 2,429 support. Price is now above the daily pivot (USD 2,458) but does not have RSI support, intraday P&M are now conflicting. A close above USD 2,458 with the RSI at or above 49.5 (currently 41.5) would mean P&M are aligned to the buy side; likewise, a close below this level would indicate it is aligned to the sell side. Upside moves that fail at or below the USD 2,498 level remain vulnerable to further tests to the downside, above this level the pullback is deep into the last bear wave meaning the intraday technical is considered as neutral. Above USD 2,533 price will have made a higher high meaning the intraday technical is bullish. Corrective moves below the USD 2,432 level would create a lower low, suggesting the corrective pattern is potential a 5,3,5 pattern (in terms of waves I.E., 5 waves A, 3 waves B, and 5 waves C). Resistance is at USD 2,470, USD 2,482, USD 2,498 with support at USD 2,458, USD 2,451, and USD 2,429.

Zinc

Moving averages remain flat meaning the technical remains in a range environment, price is trading on the daily pivot (USD 2,938), intraday price and momentum are conflicting. Bollinger band resistance is at USD 2,973 with support at USD 2,923. Upside moves above USD 2,986 will target the USD 3,037—USD 3,075 resistance levels. Downside moves that close on the 4-hour candle below USD 2,938 would warn the USD 2,923—USD 2,882.5 support levels could be tested. As noted previously the lack of trend means P&M signals and moving averages are less likely to be respected.

Nickel

As noted on Wednesday, momentum had warned that the technical had the potential for an upside move and this remains the case. Intraday P&M became aligned to the buy side on the close yesterday, resulting in a strong upside move to new highs on the open. The near-term move on the RSI supports bullish price action; however, a longer-term negative divergence dating back to the 25/06/21 is now in play. The divergence is not a sell signal, but it does warn that we have the potential to see a momentum slowdown. Downside moves on the 4-hour candle that close below USD 18,323 with the RSI at or below 51 (currently 58) would mean intraday price and momentum are aligned to the sell side. Resistance is at USD 18,675, USD 18,850, USD 19,101 with support at USD 18,397, USD 18,308, and USD 18,188. Conflicting RSI signals suggests caution.

Lead

The futures spiked into the close yesterday but failed to hold, price did close above the daily pivot point, but a bearish opening candle means intraday P&M are aligned to the sell side. Upside moves that close above the USD 2,201.5 level with the RSI at or above 57.5 (currently 43.5) would mean intraday P&M are aligned to the buy side. The futures have held the USD 2,264 support indicating the technical remains in bull territory, below this level the technical is considered as neutral. Resistance is at USD 2,296, USD 2,326, USD 2,344 with support at USD 2,264, USD 2,251, and USD 2,230.