

FIS Copper Technical Report

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Copper—Rolling 3 month



	Support	Resistance	Current Price	Bull	Bear
S1	9,131	R1	9,811	RSI above 50	Stochastic overbought
S2	9,036	R2			
S3	8,508	R3			

Synopsis

Chart source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is below 50 (42)
- Stochastic is below 50
- On the last report we noted the futures were not a technical sell below the USD 9,011 level due to the potential breakout. Price did not make a new low and has since traded above the USD 9,742 level, the upside move is now deep into the last bear wave that started on the 11/06/21 meaning the technical is considered as neutral bearish.
- The downside move held the 38.2% Fibonacci with wave 5 only producing 3 waves down, this is warning that the current upside move could be wave B (the bull leg) of a complex corrective phase
- Upside moves that trade above the USD 10,120 will have created a higher high in the market indicating the technical is bullish. However, if we fail around the USD 10,157 level then the market will be alert for a bearish wave C
- Downside moves that trade below the USD 9,011 level would indicate the futures remain in a complex corrective wave 4. It is worth noting that the time sequence looks too short of a completed wave 4
- The futures have created a sequence of 5 bullish days with price showing signs of a momentum slowdown warning we could produce a 1—2 day pullback in the market. A sequence larger than this would warn that momentum is weakening based on price
- Our Elliott wave count would suggest we have completed the extended wave 3 with price looking like it is on wave B of a complex correction. There is one issue of concern with the wave count, the wave 3, of the extended wave 3, is shorter than the waves 1 and wave 5 (highlighted **(3)**). This makes it the shortest wave in the sequence (By USD 35), breaking a golden rule, it is marginal but needs to be highlighted. It is worth noting that waves 1 and 4 could never previously overlap but this is now accepted.
- Price action is bearish neutral, this looks to potentially be a countertrend wave B suggesting there is a bearish wave C to come

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