

FIS Base Morning Intraday Note

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

Copper

The downside move in the futures yesterday traded below the USD 9,418 level meaning the daily technical is considered as neutral. The downside move failed to hold with price opening above the USD 9,471 pivot level, intraday price and momentum are now conflicting. A close above this level on the 4-hour candle with the RSI at or above 48.5 (currently 43.5) would mean intraday P&M are aligned to the buy side; likewise, a close below this level would mean it is aligned to the sell side. Price is now testing the 200-period MA at USD 9,496; upside moves that close above and hold above this level would support a buyer's argument, further resistance is at USD 9,510 and USD 9,602.50. Support is at USD 9,471, USD 9,410, and USD 9,369.5.

Aluminum

The downside move in the futures held above the USD 2,559 Fibonacci support. Momentum had warned that intraday price was vulnerable to a test to the upside, as had the longer term EMA's which were well spaced, an upside move has resulted in intraday P&M becoming aligned to the buy side. The futures are now targeting the USD 2,632, USD 2,642, and USD 2,652 resistance levels. A close on the 4-hour candle below USD 2,583 with the RSI at or below 55 (currently 59) would mean intraday P&M are aligned to the sell side. Corrective moves lower that hold at or above the USD 2,532 level would support a bull argument, below this level the pullback is considered as deep and the technical phase neutral. Support is at USD 2,583, USD 2,559, and USD 2,532.

Zinc

The 200-period held on the 03/07/21 and 04/07/21, resulting in price moving above the daily pivot point yesterday, a strong move higher into the E.U. close has resulted in intraday P&M becoming aligned to the buy side. Price has traded above the USD 3,024 level meaning the upside move is considered as deep into the last bear wave, the intraday technical is now neutral. Above the USD 3,059 level the futures will have made a higher high and be considered as bullish, at this point the technical will target the USD 3,075 and USD 3,099 resistance levels. Downside moves on the 4-hour candle that close below USD 3,009 with the RSI at or below 50 (currently 57) would mean intraday P&M are aligned to the sell side; however, corrective moves that hold at or above the USD 2,981 level will support a bull argument, below this level would warn the USD 2,955 support could be tested. Support is at USD 3,009, USD 2,993, and USD 2,981.

Nickel

Technically we remained bullish but in a corrective phase yesterday. Key support levels held with intraday P&M now aligned to the buy side, upside moves above USD 19,760 will create a higher high in the market, leaving the futures to target the USD 19,817 and USD 19,960 resistance levels. Downside moves on the 4-hour candle that close below USD 19,392 with the RSI at or below 48.5 (currently 52.5) would mean intraday P&M are aligned to the sell side, further support can be found at USD 19,130 and USD 18,864. Corrective moves lower that hold at or above the USD 18,864 level will support a bull argument, below this level the pullback is considered as deep and the technical phase neutral.

Lead

Previously we had raised concerns over the wave overlap having seen price lower on the back of the negative divergence. Price continued to come under pressure yesterday with the RSI failing to hold above the 50 level, resulting in downside support levels being broken. Intraday P&M are aligned to the sell side, a close on the 4-hour candle above the USD 2,365 with the RSI at or above 53 (currently 47) would mean intraday P&M being aligned to the buy side, warning the USD 2,389, USD 2,403.5, and USD 2,412.5 resistance levels could be tested. Support is at USD 2,324, USD 2,285, and USD 2,273.