

FIS Base Morning Intraday Note

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

Copper

As previously noted, intraday price and momentum are aligned to the buy side with price making new highs, the futures remain technically bullish with the RSI above 50. The upside move on the open has failed at the 61.8% Fibonacci projection level, resulting in the futures trading off their highs. Intraday price and momentum remain aligned to the buy side, a close on the 4-hour candle below the USD 9,596 level with the RSI at or below 57.00 (currently 64) would mean P&M are aligned to the sell side. However, corrective moves lower that hold at or above the USD 9,394 level will remain in bull territory, below this level the pullback is considered as deep and the technical phase neutral. Resistance is at USD 9,729, USD 9,864, USD 10,037 with support at USD 9,596, USD 9,546, and USD 9,481.

Aluminum

Price and momentum remain aligned to the buy side with the current upside move now 2.27% the length of the previous wave, this would suggest we are on a bullish Elliott wave three meaning downside moves should be considered as countertrend at this point. A close on the 4-hour candle below USD 2,899 with the RSI at or below 69 (currently 72) would mean intraday P&M are aligned to the sell side, further support can be found at USD 2,815, USD 2,758, and USD 2,680. Upside resistance is at USD 3,012, USD 3,044, and USD 3,071.

Zinc

Like the rest of the base complex the futures continue to make new highs; however, the corrective move on the open has resulted in the 4-hour candle closing below the daily pivot point. Intraday P&M are currently aligned to the sell side, but the 4-hour candle is still open, a close on the 4-hour candle below USD 3,100 with the RSI at or below 61 (currently 60) would confirm this. Likewise, a close above this level with the RSI at or above 65.5 would mean it is aligned to the buy side. Corrective moves lower that hold at or above the USD 3,022 level would support a bull argument, below this level the technical is considered as neutral based on the deep pullback. Downside moves below USD 2,965 would be considered as bearish. Technically bullish but in a corrective phase, resistance is at USD 3,125, USD 3,139, USD 3,154 with support at USD 3,100, USD 3,069, and USD 3,049.

Nickel

A deep pullback on the open has resulted in intraday P&M becoming aligned to the sell side with the futures producing a deep pullback. The trend is now considered as neutral/bullish based on the deep pullback, further support can be found at USD 19,691, USD 19,415, and USD 19,155. Upside moves on the 4-hour candle that trade above the USD 20,385 would imply that buy side momentum is improving, warning that market bulls are targeting the USD 20,705 high. Upside moves on the 4-hour candle that close above USD 20,393 with the RSI at or above 63 (currently 21) would mean intraday P&M are aligned to the buy side. Resistance is at USD 20,385-USD 20,393, USD 20,440, and USD 20,720. Neutral bullish, below USD 19,415 the technical will be considered as bearish based on a lower low.

Lead

A pullback on the open has left intraday P&M as neutral, a close below USD 2,305 with the RSI at or below 49.5 (currently 51.5) would mean it is aligned to the sell side. Likewise, a close above this level with the RSI at or above 54 would mean it is aligned to the buy side. Key support is at USD 2,273, corrective moves that hold above this level will keep the intraday trend in bull territory, below this level it is considered as neutral, Resistance is at USD 2,305, USD 2,314, USD 2,325 with support at USD 2,286, USD 2,273, and USD 2,263.