

# FIS Base Morning Intraday Note

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## Copper

A strong upside move yesterday on the back of Evergrande resulted in the futures trading to a USD 9,335 high. We noted on the E.U close report the futures had moved USD 500 in two sessions creating a volatility expansion, meaning we have the potential for a day of consolidation/correction ahead of us. The intraday technical is now considered as neutral based on the strength of the upside move, intraday price and momentum aligned to the buy side. A close on the 4-hour candle below USD 9,213 with the RSI at or below 42.5 (currently 49) would mean it is aligned to the sell side. Corrective moves lower that hold at or above the USD 8,988 level will support a bull argument, below this level the futures will target the USD 8,810 low. Resistance is at USD 9,359, USD 9,509, USD 9,646 with support at USD 9,213, USD 9,134, and USD 9,072.

## Ali

The futures traded above the USD 2,933 level yesterday to create a higher high in the market, price is now targeting the USD 3,000 level. Intraday P&M are aligned to the buy side with price above all key moving averages, supported by the RSI above 50. Elliott wave analysis would suggest that we are potentially on a bullish wave-5 of this phase with resistance at USD 2,962, USD 3,000, and USD 3,012. A close on the 4-hour candle below USD 2,910 with the RSI at or below 53.5 (currently 60) would mean intraday P&M are aligned to the sell side, further support can be found at USD 2,815 and USD 2,758.

## Zinc

The upside move in the futures has now stalled with price entering a consolidation/corrective phase with the futures pulling back to but holding above, the USD 3,008 support. Intraday price and momentum are aligned to the buy side, but support levels are being tested, a close on the 4-hour candle below USD 3,028 with the RSI at or below 45 (currently 48) would mean P&M are aligned to the sell side. Upside moves that fail at or below the USD 3,078 level remain vulnerable to further tests to the downside, above this level the technical will enter a neutral phase. Resistance is at USD 3,078, USD 3,096, USD 3,122 with support at USD 3,028, USD 3,008, and USD 2,992.

## Nickel

The upside move on the open failed to gain momentum with price entering into a consolidation phase for the balance of the session. Intraday price and momentum remain aligned to the buy side with resistance at USD 19,382—USD 19,674, upside moves above the secondary resistance would be considered as deep into the last bear wave, warning that the USD 20,295 fractal high could be tested. Corrective moves that fail at or below the resistance zone remain vulnerable to further tests to the downside. A close on the 4-hour candle below USD 19,083 with the RSI at or below 44 (currently 48) would mean P&M are aligned to the sell side, further support is at USD 18,533 and USD 18,395.

## Lead

The futures remain technically bearish but a rally on the Asian open has left intraday P&M conflicting. Momentum indicators would suggest that upside moves should be considered as countertrend; however, the longer period EMA's (30-60) on the weekly chart remain well spaced with the downside move holding the USD 2,107, 60-period EMA yesterday. The daily trend is bearish, but it is good to be aware that there is potentially support here on the higher time frame. Upside moves on the 4-hour candle that close above USD 2,131 with the RSI at or above 36.5 (currently 33.5) would mean P&M are aligned to the buy side. Likewise, a close below this level with the RSI at or below 32 would indicate P&M are weak. Resistance is at USD 2,191, USD 2,261, USD 2,251 with support at USD 2,107, USD 2,076, USD 2,022.