

FIS Base Morning Intraday Note

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Copper

Intraday price and momentum confirmed it was aligned to the buy side on Friday resulting in the futures trading up to USD 9,431 on the Asian open. Price is now testing but failing to hold above the 4-hour 200-period MA at USD 9,395, suggesting there could be some profit taking in the market, if we trade above and hold above this level the futures will target the USD 9,509 fractal high. Further resistance can be found at USD 9,646. A close on the 4-hour candle below USD 9,350 with the RSI at or below 46.5 (currently 54) would mean intraday P&M are aligned to the sell side; however, corrective moves lower that hold at or above the 9,021 level will support a bull argument. Technically bearish neutral with support at USD 9,350, USD 9,193, and USD 9,120.

Ali

Intraday price and momentum remain aligned to the sell side with the higher open failing to hold in the Asian session. Upside moves that close above USD 2,924 with the RSI at or above 57 (currently 52) would mean intraday P&M are aligned to the buy side, a close above USD 2,968 will target the USD 3,000 high. Downside moves below USD 2,883 will target USD 2,865 and USD 2,834.5 support levels. Intraday wave analysis would imply that we look to be on and Elliott wave 5 (this is only confirmed above USD 3,000); however, below USD 2,834.5 the futures will have created a lower low in the market bringing the wave count into question.

Zinc

As strong upside move on Friday traded within USD 2.00 of the USD 3,140 high. At this point the technical is still considered as bearish neutral, only above USD 3,140 will the intraday technical be considered as bullish. Upside moves that make a new high will target the USD 3,147 and USD 3,184 resistance levels. Intraday P&M are currently conflicting, a close on the 4-hour candle above USD 3,110 would mean that P&M are aligned to the buy side. Likewise, a close below this level with the RSI at or below 52.5 (currently 56.5) would mean it is aligned to the sell side. Support is at USD 3,069, USD 3,048, and USD 3,019, downside moves that hold above USD 3,019 would support a bullish argument, however below this level the futures will target the USD 2,959 low.

Nickel

Like Thursday, the futures spent the bulk of the day in consolidation before trading lower on the open, price remains below the USD 19,674 resistance. Intraday P&M are aligned to the sell side with the futures looking to test the USD 18,758 level, if we hold above this level, it will support a bull argument, however if we fail to hold then we target the USD 18,395—USD 18,345 support zone. A close on the 4-hour candle above USD 19,216 with the RSI at or above 49.5 (currently 43.5) would mean intraday P&M are aligned to the buy side, further resistance is at USD 19,545 and USD 19,674.

Lead

Price moved higher on Friday with the futures closing above the USD 2,163 level. However, the futures are currently failing to hold with the current open candle below the daily pivot at USD 2,156. If we close below this level on the 4-hour candle, then P&M will be conflicting whilst a close below this level with the RSI at or below 39.5 would mean it is aligned to the sell side. The RSI remains below 50 with the stochastic overbought, momentum is warning the technical is vulnerable to a test to the downside. However, corrective moves lower that hold at or above the USD 2,130 level would imply that buy side momentum is improving, indicating the USD 2,173.5 high on the open could be tested. Support is at USD 2,148, USD 2,141, USD 2,130 with resistance at USD 2,156, USD 2,173.5, and USD 2,191.