

FIS Base Morning Intraday Note

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Copper

The futures closed the day below the 200-period moving average with daily price nearing the USD 8,810 and USD 8,740, further support can be found at USD 8,684. Intraday Price and momentum (P&M) are aligned to the sell side with the RSI below 50 and price below the short-term averages. Upside moves that close on the 4-hour candle above USD 9,010 with the RSI at or above 43.5 (currently 31) would mean intraday P&M are aligned to the buyside. Intraday price is bearish but nearing support, the 1-hour RSI is showing a positive divergence, not a sell signal it does warn that we have the potential for a momentum slowdown. Upside moves that fail at or below USD 9,242 remain vulnerable to further tests to the downside. Resistance is at USD 9,010, USD 9,088, and USD 9,153.

Ali

The futures traded below all our support levels yesterday meaning the intraday is considered as technically bearish with the futures looking like they are in a complex corrective wave 4. Intraday P&M are aligned to the sell side with price below short-term averages whilst the RSI is below 50 (41). Like copper, the 1-hour RSI is in divergence warning that we have the potential to see a momentum slowdown or consolidation. Upside moves on the 4-hour candle that close above USD 2,872 with the RSI at or above 51 would mean intraday P&M are aligned to the buyside. Resistance is at USD 2,852, USD 2,883, USD 2,901 with support at USD 2,814, USD 2,770, and USD 2,739.

Zinc

The pullback is now deep into the last bull wave meaning the intraday technical is considered as bullish/neutral, below USD 2,959 it will be considered as bearish. Upside moves on the 4-hour candle that close above USD 3,017 with the RSI at or above 49 (currently 39) would mean intraday P&M are aligned to the buyside. However, failure to trade at or above the USD 3,085 level will leave the technical vulnerable to further tests to the downside, above this level the technical is considered as bearish neutral. Resistance is at USD 3,017, USD 3,042, USD 3,060 with support at USD 2,983.50, USD 2,944, and USD 2,870.

Nickel

Nickel closed on the daily 200-period MA (USD 18,001) with price now trading below it. Intraday P&M are aligned to the sell side with price below its short-term averages and the RSI below 50 (33). A close on the 4-hour candle above USD 18,116 would mean P&M are aligned to the buyside, upside moves that fail at or below USD 18,927 will leave the technical vulnerable to further tests to the downside. Above USD 19,545 the intraday technical will be considered as bullish. The new low at USD 17,705 has created a minor divergence on the 1-hour time frame, the divergence is marginal but will need to be monitored. Resistance is at USD 18,116, USD 18,423, USD 18,637 with support at USD 17,598, USD 17,206, and USD 16,296.

Lead

The downside moves yesterday created a positive divergence with price resulting in the futures moving higher into the close. However, intraday P&M remain aligned to the sell side leaving the futures in a bearish trending environment. Upside moves on the 4-hour candle that close above USD 2,108 with the RSI at or above 46 (currently 38) would mean P&M are aligned to the buyside. Key resistance is at USD 2,146, upside moves that fail at or below this level remain vulnerable to further test to the downside. Above USD 2,191.5 the intraday technical is considered as bullish. Resistance is at USD 2,108, USD 2,125, USD 2,146 with support at USD 2,060, USD 2,019, and USD 1,930.