

FIS Base Morning Intraday Note

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

Copper

As noted on Friday the intraday technical was bearish but nearing support, an upside move in the futures resulted in the daily candle closing above the 200-period MA (closed USD 9,154, MA USD 9,128). The futures remain below the USD 9,242 resistance leaving the technical vulnerable to further tests to the downside, above this level the technical is considered as bearish neutral. Intraday price and momentum (P&M) are aligned to the buy side, a close on the 4-hour candle below USD 9,062 with the RSI at or below 41 (currently 48) would mean intraday P&M are aligned to the sell side. Likewise, a close above USD 9,331 would be above the 200-period intraday MA and further support a bull argument. Resistance is at USD 9,242, USD 9,331, USD 9,431 with support at USD 9,062, USD 8,968, and USD 8,876.5.

Ali

Having created a lower low and entered bearish territory the futures produced a bullish rejection candle on the intraday. P&M are now conflicting, a close on the 4-hour candle above USD 2,862 with the RSI at or above 50.5 (currently 47) would mean it is aligned to the buy side; likewise, a close below this level would mean it is aligned to the sell side. Upside moves that fail at or below USD 2,925 remain vulnerable to further tests to the downside, above this level the intraday technical is considered as bearish neutral based on the deep pullback. The intraday technical is considered as bearish with the daily technical looking like it is in a corrective wave 4, suggesting we have the potential for further tests to the upside. Resistance is at USD 2,883, USD 2,901, USD 2,925 with support at USD 2,862, USD 2,825, and USD 2,798.

Zinc

Sideways action on Friday has resulted in the futures trading higher this morning, price is above the daily pivot (USD 3,001) but is not supported by the RSI, intraday P&M are conflicting. A close above the USD 3,001 level with the RSI at or above 46.5 (currently 44) would mean intraday P&M are aligned to the buy side. Likewise, a close below this level with the RSI at or below 42.5 would mean it is aligned to the sell side. Upside moves that fail at or below USD 3,085 would leave the technical vulnerable to further tests to the downside, above this level the intraday tech is considered as bearish/neutral. The daily technical is holding above the USD 2,959 support, Friday's session has produced a bullish rejection candle with short term momentum indicators looking oversold, warning we could test upside resistance levels in the near-term. Resistance is at USD 3,042, USD 3,060, USD 3,085 with support at USD 3,001, USD 2,975.5, and USD 2,959.

Nickel

The trend remains technically bearish with the futures below the longer-term intraday EMA's; however, like the rest of the base complex price found support on Friday meaning intraday P&M now conflict. A close on the 4-hour candle above USD 17,955 with the RSI at or above 42.5 (currently 40) would mean intraday P&M are aligned to the buy side, whilst a close below this level with the RSI at 38 or lower would mean it is aligned to the sell side. Upside moves that fail at or below USD 18,919 remain vulnerable to further tests to the downside. Resistance is at USD 18,407, USD 18,625, USD 19,919 with support at USD 17,955, USD 17,705, and USD 17,540.

Lead

Having rallied on the back of the positive divergence intraday price and momentum are aligned to the buy side with the upside move deep into the last bear wave. Technically neutral bearish, above USD 2,191.5 the intraday technical would be considered as bullish. Downside moves that close below USD 2,131 with the RSI at or below 44.5 (currently 48) would mean P&M are aligned to the sell side. Downside moves that hold at or above USD 2,097 would support a bull argument, below this level the futures will target the USD 2,060 low. Resistance is at USD 2,191, USD 2,216, USD 2,251 with support at USD 2,131, USD 2,114, and USD 2,097.

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