

FIS Base Morning Intraday Note

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

Copper

As previously noted there appeared to be a bullish Gartley pattern in play, this has resulted in an upside move that has put price above the 4-hour 200-period MA. Intraday price and momentum are aligned to the buy side with the futures trading above the USD 9,379 resistance, above USD 9,431 the intraday technical will have made a higher high and be considered as bullish. Further resistance is at USD 9,509 and USD 9,646. Downside moves on the 4-hour candle that close below USD 9,237 with the RSI at or below 46 (currently 56) would mean P&M are aligned to the sell side. Support is at USD 9,237, USD 9,191, and USD 9,127.

Ali

Intraday P&M became aligned to the buy side yesterday with the futures trading above the USD 2,977.5 fractal resistance on the open, the intraday technical is now considered as bullish. The futures have failed to hold onto the upside move. Price opened above the daily pivot and rallied USD 46, before selling off to close below the USD 2,933 pivot, intraday P&M are now conflicting. A close on the 4-hour candle above USD 2,933 with the RSI at or above 54.5 (currently 56.5) would mean it is aligned to the buy side, likewise a close below this level with the RSI at or below 52 would mean it is aligned to the sell side. Resistance is at USD 2,962, USD 2,989, USD 3,000 with support at USD 2,933, USD 2,911, and USD 2,872.

Zinc

Like the rest of the base complex price has rallied on the back of the Chinese holidays ending. Intraday P&M are aligned to the buy side with the current upside move trading above the USD 3,085 resistance, meaning the technical is now considered as bearish/neutral. Further resistance is at USD 3,104 and USD 3,138, upside moves above this level will create a higher high, indicating the technical is considered as bullish. Downside moves on the 4-hour candle that close below USD 3,043 with the RSI at or below 46.5 (currently 57) would mean P&M are aligned to the sell side. However, corrective moves that hold at or above USD 3,035 will support a bull argument, below this level the futures will target the USD 3,007 fractal support.

Nickel

The futures moved higher yesterday with price closing between the longer-term averages which have now started to compress. A strong upside move on the Asian open has put price above the USD 18,919 resistance, meaning intraday P&M are aligned to the buy side, the upside move is now deep into the last bear wave. The intraday technical is considered as neutral/bearish, further resistance is at USD 19,151, USD 19,545, and USD 19,674. Above USD 19,545 the futures will have made a higher high and be considered as bullish. A close on the 4-hour candle below USD 18,261 with the RSI at or below USD 47.5 (currently 60) would mean intraday P&M are aligned to the sell side; however, corrective moves that hold at or above USD 18,175 will support a bull argument. Support is at USD 18,560, USD 18,397, USD 18,175.

Lead

The futures have traded above the USD 2,191.5 resistance (High USD 2,195), the intraday technical is now considered as bullish based on the higher high in the market. Downside moves on the 4-hour candle that close below USD 2,166 with The RSI at or below 48 (currently 55.5) would mean intraday P&M are aligned to the sell side. However corrective moves that hold at or above USD 2,146 will support a bull argument, below this level the pullback is considered as deep and suggest the USD 2,122 fractal support could be tested. Resistance is at USD 2,195, USD 2,216, USD 2,251 with support at USD 2,166, USD 2,158, and USD 2,146.