

FIS Base Morning Intraday Note

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Copper

As noted on the E.U close report the upside move in the futures has created a negative divergence in the market, not a sell signal it does warn of the potential for a momentum slowdown and corrective pullback. The futures remain in range and need to close above the USD 9,612 to signal an upside breakout. Near-term support is at USD 9,402, USD 9,357, USD 9,341, if broken the futures have further support at USD 9,147. Price opened below and closed below the daily pivot, meaning intraday P&M are conflicting, a close above USD 9,462 would mean it is aligned to the buy side. Likewise, a close below this level with the RSI at or below 54.5 (currently 58.5) would mean intraday P&M are aligned to the sell side. Resistance is at USD 9,482, USD 9,575, and USD 9,681.

Ali

A sell off into the U.S. close resulted in the futures opening lower, intraday P&M are conflicting. Downside moves that close on the 4-hour candle below USD 3,063 with the RSI at or below 60.5 (currently 64) would mean P&M are aligned to the sell side, whilst a close below USD 3,012 would warn of a potential further weakening of price. Upside moves that close above USD 3,063 would mean intraday P&M are bullish, a close above USD 3,067.5 would warn the USD 3,114.5 high could be tested and broken. Support is at USD 3,012, USD 2,993, and USD 2,954.

Zinc

Price and momentum remain aligned to the buy side with the futures in a bullish trending environment. Downside moves on the 4-hour candle that close below USD 3,241 with the RSI at or below 53 (currently 71) would mean intraday P&M are aligned to the sell side; however, corrective moves lower that hold at or above the USD 3,176 level will support a bull argument, below this level the pullback is considered as deep and the technical neutral. Price is now testing resistance at USD 3,276, above this level the 1-hour RSI will produce a negative divergence, warning we have the potential for a momentum slowdown. Resistance is at USD 3,276, USD 3,293, USD 3,307 with support at USD 3,241, 3,218, and USD 3,200

Nickel

The futures have entered a corrective phase leaving intraday price and momentum are conflicting. Price has held Fibonacci and EMA support, resulting in an upside move above the USD 19,076 daily pivot, a close above this level with the RSI at or above 63 (currently 58) would mean intraday P&M are turning bullish. Likewise, a close below this level would mean it is bearish. Corrective moves lower that hold at or above the USD 18,469 will support a bull argument, below this level the pullback is considered as deep and the technical phase neutral. Above USD 19,545 the futures will be considered as technically bullish with further resistance at USD 19,674 and USD 19,904. Support is at USD 19,076, USD 18,887, and USD 18,704.

Lead

As noted previously the upside move failed at USD 2,251 leaving it vulnerable to further tests to the downside, price sold lower yesterday meaning intraday P&M are aligned to the sell side. Corrective moves that hold at or above the USD 2,165 level would support a bull argument, below this level the pullback is considered as deep, warning the USD 2,131 fractal support could be tested. The RSI is above 50 with the stochastic in oversold territory, momentum is warning the technical is vulnerable to further tests to the upside. Resistance is at USD 2,251, USD 2,278, USD 2,325 with support at USD 2,200, USD 2,185, and USD 2,165.