

FIS Base Morning Intraday Note

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Copper

The intraday trend remains technically bullish with the current upside wave that started on the 12/10 is now more than 161.8% longer than the upside moves between the 06/10—11/10. This would suggest that downside moves should be considered as countertrend, intraday price and momentum are aligned to the buy side. Corrective moves lower than that close on the 4-hour candle below USD 10,168 with the RSI at or below 72 (currently 79) would mean intraday P&M are aligned to the sell side. Downside moves that hold at or above USD 9,729 will support a bull argument, below this level would take the technical from bullish to neutral/bullish. Resistance is at USD 10,404, USD 10,468, USD 10,531 with support at USD 10,404, 10,468, 10,531.

Ali

The futures remain in a bullish trending environment with the future making a new high on Friday. Intraday P&M are aligned to the buy side, however the new high has created a negative divergence with the RSI warning we have the potential for a momentum slowdown. A close on the 4-hour candle below USD 3,160 with the RSI at or below 61.5 (currently 67) would mean intraday P&M are aligned to the sell side. Downside moves that hold at or above USD 3,091 will keep the technical in bull territory, below this level it is considered as neutral/bullish. Intraday resistance is at USD 3,240, USD 3,261, USD 3,283, with support at USD 3,110, USD 3,091, and USD 3,067. Bullish and in trend the divergence needs to be monitored as we have the potential for a corrective pullback soon.

Zinc

Strong upside move last week has resulted in a volatility expansion on the weekly chart. For zinc this would suggest that corrective moves lower should be considered as countertrend based on the new RSI high, the expansion in volatility would suggest we could now see the futures enter a consolidation phase; however, there is always a chance that the trend could go parabolic. Bullish and in trend, downside moves on the 4-hour candle that close below USD 3,754 with the RSI at or below 76.5 (currently 87) would mean intraday P&M are aligned to the sell side. Intraday support is at USD 3,745, USD 3,720, and USD 3,695. However corrective moves lower that hold at or above 3,325 will remain in bullish territory, below this level the trend is considered as neutral bullish. Intraday resistance is at USD 3,894, USD 3,919, and USD 3,944. Technically bullish with downside moves considered as countertrend at this point, lower timeframe momentum indicators would suggest we could see a momentum slowdown soon.

Nickel

The futures remain in a bullish trending environment with the current wave now 78.6% the length of the previous wave. The RSI is making a new high suggesting downside moves should be considered as countertrend, intraday P&M are aligned to the buy side. A close on the 4-hour candle below USD 19,751 with the RSI at or below 60 (currently 66) would mean P&M are aligned to the sell side. Corrective moves that hold at or above USD 19,318 would keep the technical in bull territory, below this level the technical is considered as neutral/bullish. Resistance is at USD 20,236, USD 20,379, USD 20,461 with support at USD 19,751, USD 19,563, and USD 19,451.

Lead

Like the rest of the base complex the trend remains technically bullish with intraday P&M aligned to the buy side. The RSI has made a new high meaning corrective moves should be considered as countertrend at this point. A close on the 4-hour candle below USD 2,326 with the RSI at or below 61 (currently 67) would mean P&M are aligned to the sell side; however, corrective moves lower that hold at or above USD 2,253 would keep the technical in bull territory, below this level it is considered as neutral/bullish. Intraday resistance is at USD 2,371, USD 2,385, USD 2,398 with support at USD 2,326, USD 2,253, and USD 2,288.