

# FIS Base Morning Intraday Note

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

## Copper

Intraday price and momentum remain aligned to the buy side with the futures trading to a high of USD 9,908. We had previously noted that the lower timeframe (1-hour) chart was potentially in the early stages of a bull trend, we are now seeing a similar pattern on the 4-hour chart with the longer period EMA's starting to fan out. It is still in the early stages meaning the trend is far from stable at this point. Price is now trading at the USD 9,890 resistance; further resistance is at USD 9,930 and USD 10,014. Downside moves on the 4-hour candle that close below USD 9,795 with the RSI at or below 51.5 (currently 63) would mean intraday price and momentum are aligned to the sell side. Downside moves on the 4-hour candle that hold at or above USD 9,745 will support a bull argument, below this level the pullback is considered as deep meaning the intraday technical is neutral/bearish. Support is at USD 9,814, USD 9,795, and USD 9,745.

## Ali

The futures have moved higher to trade above the USD 2,714 fractal resistance meaning the intraday technical is considered as bullish based on price, intraday P&M are now aligned to the buy side. The longer period EMA's (30-60) on the 4-hour chart are directionally pointing higher but remain compressed meaning the market is not in trend; however, on the 1-hour technical we are seeing a separation of the averages, this would imply we are potentially in the early stages of a trend as highlighted on the lower timeframe. Downside moves on the 4-hour candle that close below USD 2,693 with the RSI at or below 52 (currently 60) would mean intraday P&M are aligned to the sell side. Resistance is at USD 2,758, USD 2,777, USD 2,795 with support at USD 2,693, USD 2,648, and USD 2,629.

## Zinc

Sideways action in the futures yesterday with price spending most of the day around the pivot point. We did have a small spike up to just below our first at USD 3,354 (high USD 3,349) however price failed to hold resulting in a mean reversion back to the daily pivot. Intraday P&M remain aligned to the buy side, but we continue to see little upside movement with the market continuing to consolidate after the strong upside move on Monday. Downside moves on the 4-hour candle that close below USD 3,319 with the RSI at or below 53.5 (currently 57) would mean P&M are aligned to the sell side. However, corrective moves lower that hold at or above USD 3,217 will support a bull argument, below this level the pullback is considered as deep meaning the technical is considered as neutral/bullish. In theory the deeper the pullback the higher probability of the upside move failing to make a higher high. Resistance is at USD 3,375, USD 3,388, USD 3,406 with support at USD 3,319, USD 3,283, and USD 3,255.0

## Nickel

The futures traded above the USD 20,685 resistance signaling upside continuation resulting in the futures trading above our intraday resistance, however price failed to hold with the futures closing the day at USD 20,915. Intraday price and momentum are aligned to the buy side with near-term resistance at USD 21,240 which is the high of yesterday's rejection candle, above this level the futures will target USD 21,377 and USD 21,492. Downside moves on the 4-hour candle that close below USD 20,833 with the RSI at or below 61 (currently 72) would mean intraday P&M are aligned to the sell side, further support is at USD 20,569 and USD 20,454. The longer period 4-hour EMA's are now starting to fan meaning we are potentially in the early stages of a bull trend; the RSI has made a new high suggesting downside moves should be considered as countertrend at this point. Corrective moves lower that hold at or above USD 19,860 will support a bull argument, below this level the pullback is considered as deep meaning the trend is considered as neutral/bullish.

## Lead

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [www.freightinvestorservices.com](http://www.freightinvestorservices.com)

# FIS Base Morning Intraday Note

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

## Lead

The futures traded to a high of USD 2,283.5 yesterday, just below our first point of resistance at USD 2,288. Price is now between the longer period averages (30-60) which have now started to flatten meaning the trend is entering a neutral phase and potentially in the early stages of a transition to the buy side. Key fractal resistance is at USD 2,380, to be considered as bullish based on price we will need to trade above this level. Downside moves on the 4-hour candle that close below USD 2,270 with the RSI at or below 44 (currently 50) would mean that intraday P&M are aligned to the sell side; however, corrective moves lower that hold at or above USD 2,236 would support a bull argument, below this level the futures will target the USD 2,212 fractal low. Likewise, upside moves that fail at or below USD 2,335 will remain vulnerable to further tests to the downside. Resistance is at USD 2,307, USD 2,318, USD 2,330 with support at USD 2,270, USD 2,239 and USD 2,228.