

## U.S

US equity futures fell Friday and Asian stocks wavered after disappointment over technology earnings stoked worries about the economic outlook and took some of the shine off this week's global equity rebound.

An Asian share index edged up in listless performance across the region after a China tech jump fizzled. Nasdaq 100 contracts came close to shedding 1% while European futures fluctuated.

The downbeat mood in stocks followed a drop of about 27% in social-media firm Snap Inc. in extended trading on poor results that flagged worries about an advertising and wider economic slowdown.

The plunge weighed on Facebook parent Meta Platforms Inc. and Google's Alphabet Inc., overshadowing the best three-day S&P 500 gain since late May.(Bloomberg).

## Cu

Copper is poised for its first weekly advance since early June, with the dollar's recent dip helping to steady prices that have been battered lower by fears for global demand.

Bloomberg's index of the greenback's strength has eased from record levels, blunting one of the drivers for declines across metals in recent months. But investors are still monitoring multiple downside risks, from Europe's rolling energy crisis to a patchy and uncertain economic recovery in China.

Demand is still strong and current low prices are "unsustainable" given the need to encourage more copper supply in future, miner Freeport McMoRan Inc.'s Chief Executive Officer Richard Adkerson said. Macroeconomic fears washing through markets are obscuring a tight physical market and strong demand, he said. (Bloomberg)

# Copper Morning Technical (4-hour)



|    | Support | Resistance | Current Price | Bull         | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 7,291   | R1         | 7,449         | RSI above 50 |      |
| S2 | 7,132   | R2         | 7,607         |              |      |
| S3 | 6,955   | R3         | 7,731         |              |      |

## Synopsis - Intraday

Source Bloomberg

- Price is below the EMA Resistance band (Black EMA's)
- RSI is below 50 (48)
- Stochastic is below
- Price is above the daily pivot point USD 7,291
- The futures sold off in the European session but found buying support into the close, resulting in a move higher on the Asian open. Price is back in the EMA resistance with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 7,291 with the RSI at or below 44.5 will mean price and momentum are aligned to the sell side.
- Key support and resistance remain unchanged. Upside moves that fail at or below USD 7,607 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above USD 7,132 will support a bull argument, below this level the futures will target the USD 6,955 low.
- The trend remains technically bearish, but the EMA resistance band is starting to flatten implying it is becoming less stable. With key support and resistance remaining intact we continue to have neutrality in this technical.

# Aluminium Morning Technical (4-hour)



|    | Support | Resistance | Current Price | Bull         | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 2,432   | R1         | 2,464         | RSI above 50 |      |
| S2 | 2,362   | R2         | 2,483         |              |      |
| S3 | 2,310   | R3         | 2,536         |              |      |

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (54)
- Stochastic is above 50
- Price is below the daily pivot point 2,423
- Limited movement for most of the day we did have an upside move into the U.S close. Price is now above the resistance band on the intraday but testing the daily bands. The RSI is above 50 with intraday price and momentum aligned to the buy side.
- A close on the 4-hour candle below USD 2,432 with the RSI at or below 51.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,362 will support a bull argument, below this level the futures will target the USD 2,310 fractal low.
- Technically bearish but with a neutral bias, upside moves above USD 2,464 will target our key resistance at USD 2,483, only above this level is the technical bullish. We continue to see the market consolidate within the large 4-hour bullish candle from the 18/07, until broken the technical is considered to be consolidating.

# Zinc Morning Technical (4-hour)



|    | Support | Resistance | Current Price | Bull                | Bear         |       |
|----|---------|------------|---------------|---------------------|--------------|-------|
| S1 | 2,889   | R1         | 2,953.5       | Stochastic oversold | RSI below 50 |       |
| S2 | 2,824.5 | R2         |               |                     |              | 3,030 |
| S3 | 2,734   | R3         |               |                     |              | 3,069 |

## Synopsis - Intraday

Source Bloomberg

- Price is in/below the EMA resistance band (Black EMA's)
- RSI is below 50 (47)
- Stochastic is oversold
- Price below the daily pivot point USD 2,966
- A small downside move in the futures yesterday failed to break the futures out of its consolidation phase. Price is on the base of the EMA resistance band with the RSI below 50, a the futures have moved higher on the Asian open meaning price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,966 with the RSI at or above 51 will mean price and momentum are aligned to the buy side. Likewise, a close below this level will mean it is aligned to the sell side. Note: the pivot points are now clustering due to the market consolidating, suggesting price and momentum have the potential to continue to goive false signals until we see a technical breakout.
- Downside moves that hold at or above USD 2,889 will support a bull argument, below this level the futures will target the USD 2,824.50 fractal low.
- Technically we remain bearish but with a neutral bias as the futures traded above the USD 3,030 resistance on the 20/07. However, the market is consolidating, with a flat and narrowing EMA resistance band implying the trend is currently neutral.

# Nickel Morning Technical (4-hour)



|    | Support | Resistance | Current Price | Bull         | Bear                  |
|----|---------|------------|---------------|--------------|-----------------------|
| S1 | 21,263  | R1         | 21,478        | RSI above 50 | Stochastic overbought |
| S2 | 19,416  | R2         |               |              |                       |
| S3 | 18,230  | R3         |               |              |                       |

## Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is overbought
- Price is above the daily pivot point USD 21,263
- The futures moved higher yesterday meaning price is testing the top of the EMA resistance band, the RSI has moved above 50 with price and momentum aligned to the buyside.
- A close on the 4-hour candle below USD 21,263 with the RSI at or below 47 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 22,892 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above USD 19,416 will support a bull argument, below this level the futures will target the USD 18,230 fractal low.
- The RSI has moved above 50 meaning the stochastic is less relevant; however, at 52 momentum we are still vulnerable to a downside moves if the RSI move below 50. The USD 21,600 resistance is coming under pressure, if broken we target the USD 22,892 resistance.
- Technically we are bearish, but price is now in the EMA resistance band that is starting to flatten, meaning this trend is no longer stable.

# Lead Morning Technical (4-hour)



|    | Support | Resistance | Current Price | Bull         | Bear |
|----|---------|------------|---------------|--------------|------|
| S1 | 1,942   | R1         | 2,004         | RSI above 50 |      |
| S2 | 1,912   | R2         | 2,039.5       |              |      |
| S3 | 1,871   | R3         | 2,065         |              |      |

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (53)
- Stochastic is above 50
- Price is below the daily pivot point USD 2,004
- The intraday technical is now bullish having broken the USD 2,017.5 fractal resistance, price is above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,004 with the RSI at or above 60.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 1,871 will support a bull argument, below this level the technical will have a neutral bias.
- We noted yesterday, although bullish the futures have a resistance zone above it to contend with. Price has so far failed to test the resistance zone, resulting in the futures entering an intraday corrective phase. For the futures to run we will need to see price closing above the USD 2,128.5 level, until then we have the potential to range.

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 [freightinvestorservices.com](http://freightinvestorservices.com)