

# FIS Aluminium Premium

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

## Aluminium Premium Rolling 2nd Month (Feb) 26



Support	Resistance	Close Price	Bull	Bear
S1 0.917	R1 1.014	0.9675	RSI above 50	
S2 0.876	R2 1.072			
S3 0.825	R3 1.130			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- 6-period RSI is above 50 (82)
- DMI positive
- Technical outlook: Bullish with Near-Term Risk (last week)—Elliott Wave analysis, supported by Fibonacci projections, suggested a potential upside target at USD 1.1309 for the current phase of the cycle. However, the ongoing advance had already completed a five-wave structure: with the RSI at 77, momentum was approaching its resistance band. This signaled that price was becoming vulnerable to a technical pullback. A corrective move that held above the USD 0.8709 support and subsequently trades to a new high would indicate a lower-timeframe Elliott Wave extension. In this scenario, the currently identified five-wave move would be reclassified as Wave 1 on the higher timeframe, increasing the probability that the USD 1.1309 target would be tested. Conversely, a break below USD 0.8709 would reduce the probability of price achieving a new high and would weaken the broader bullish outlook.
- The Feb futures traded to a high of USD 0.975 with price remaining supported near their highs. We remain above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 0.8760 will support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Bullish with Near-Term Risk. The technical outlook is unchanged this week, with Elliott wave analysis implying we have a potential upside target at USD 1.130 for this phase of the cycle. As highlighted previously, we already have a 5-wave structure in play while the 6-period RSI is at 82, implying momentum is overextended to the upside, leaving price vulnerable to a technical throwback. We identify USD 0.876 as a key support, corrective moves that hold this level will indicate lower timeframe buy-side support and warn that the futures could trade to new highs. In this scenario, we would be looking at a bullish Elliott wave extension where the currently identified five-wave move would be reclassified as Wave 1 on the higher timeframe, increasing the probability that the USD 1.1309 target will be tested. Conversely, a break below USD 0.876 would reduce the probability of price achieving a new high and would weaken the broader bullish outlook.

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