

FIS Technical – Aluminium Rolling 3 Month - 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	1,649	R1	1,671	RSI is above 50	Stochastic is overbought
S2	1,638	R2			
S3	1,625.5	R3			

Synopsis - Intraday

- An upside rejection candle yesterday has failed to follow through today. Price action remains above the short and medium term moving averages but is finding resistance at the 200 period MA at 1,670.70. This is also the mid price of the previous days candle making it a natural point of resistance.
- The RSI is in bullish territory with the Stochastic overbought suggesting we have the potential to see a momentum slowdown soon.
- Technically bullish the futures are now on an Elliott 5th wave meaning it is nearing cycle completion. Within this 5th wave we appear to be entering a wave 4 on a lower time frame, in theory there should be another test to the upside once the intraday corrective phase is complete
- Downside move that trade below USD 1,638 would bring the wave count into question due to the depth of the pullback and below USD 1,612 price would suggest cycle completion as it will have broken a key intraday fractal support
- Technically bullish, upside moves should be for short-term price action only as the technical should trigger a negative divergence on a lower time frame above the USD 1,695.5 level. The divergence is not a sell signal, it is a warning of a momentum slowdown meaning the futures would not be considered a 'technical' buy at these levels.