



Base Morning Technical Report

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U.S

U.S Holiday

AL/Zn

Asia's biggest importer of aluminum is experiencing a glut of the so-called everywhere metal -- used in everything from cars to beer cans -- as automotive demand slumps due to supply-chain constraints. Inventories at Japanese ports are at a six-year high, while domestic buyers are set to pay the lowest premium for the metal in more than a year in the coming quarter. Global aluminum prices have also dropped -- they're down more than a third since early March -- a signal that inflationary pressure is easing. (Bloomberg)

Copper Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	7,895	R1	8,088	8,039	Stochastic oversold	RSI below 50
S2	7,697	R2	8,180			
S3	7,498	R3	8,341			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA Resistance band (Black EMA's)
- RSI is below 50 (33)
- Stochastic is oversold
- Price is below the daily pivot point USD 8,088
- The futures traded to new low last week confirming we are on a bearish Elliott wave 5. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 8,088 with the RSI at or above 37 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 8,341 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 8,538.50 is the intraday technical bullish.
- Near-term support is at USD 7,895, using the William's approach we have a potential downside target at USD 7,498. However, the RSI remains in divergence with price, not a sell signal it does warn of the potential for a momentum slowdown.
- Technically bearish, the divergence will need to be monitored.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,441	R1	2,502	2,473	RSI below 50
S2	2,417	R2	2,536		
S3	2,380	R3	2,560		

Source Bloomberg

Synopsis - Intraday

- Price is between the EMA resistance band (Black EMA's)
- RSI is at 50 (50)
- Stochastic is above 50
- Price is below the daily pivot point 2,441
- A strong upside move into the close on Friday followed by a bullish open in the Asian session means we now have a neutral bias on the futures. Price is between the EMA resistance band with the RSI near neutral at 49, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,441 with the RSI at or below 39.5 will mean price and momentum are aligned to the sell side. Upside moves above USD 2,536 will create a higher high, indicating the bearish intraday 5-wave sequence has completed.
- Downside moves that hold at or above USD 2,417 will support a bull argument, below this level the futures will target the USD 2,380 low.
- Technically bearish but with a neutral bias due to the depth of the pullback. The futures have rallied off the back of a negative divergence, making the key support and resistance levels to follow at USD 2,417 and USD 2,536

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,002.5	R1	3,242	Stochastic oversold	RSI below 50
S2	2,868	R2	3,316		
S3	2,764	R3	3,416		

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (29)
- Stochastic is oversold
- Price is above the daily pivot point USD 3,074
- The futures traded to new lows on Friday before moving higher on the Asian open. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 3,074 with the RSI at or above 32 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 3m416 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Downside moves below USD 3.002.5 have the potential to create a negative divergence with the RSI; not a buy signal it does warn of the potential for a momentum divergence.
- Technically bearish with key resistance at USD 3,416, the potential for a positive divergence on a new low will need to be monitored

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	21,200	R1	22,500	Stochastic oversold	RSI below 50
S2	21,742	R2			
S3	19,685	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (40)
- Stochastic is oversold
- Price is above the daily pivot point USD 21,960
- The futures have traded to a new low meaning the technical is bearish. Price is below the EMA resistance band supported by the RSI below 50, intraday price and momentum are conflicting as the opening price is above the daily pivot level.
- A close on the 4-hour candle above USD 21,960 with the RSI at or 42.5 above 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. Upside moves that fail at or below USD 23,615 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The new low means we have confirmed the futures are on a bearish Elliott wave 5, we now have a potential downside target at USD 19,685 using the William's approach. However, price is now in divergence with the RSI and will need to be monitored.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	1,885	R1	1,917		RSI below 50
S2	1,845	R2			
S3	1,804	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (40)
- Stochastic is above 50
- Price is below the daily pivot point USD 1,934
- the futures did move higher in the U.S session on Friday but have since moved lower on the Asian open. Price is below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 1,934 with the RSI at or below 37 will mean price and momentum are aligned to the sell side. Likewise, a close above this level will mean it is aligned to the buyside. Upside moves that fail at or below USD 1,971 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Our near-term downside target remains unchanged, based on the William's approach we have the potential to trade as low as USD 1,804. However, the futures continue to show a positive divergence that will need to be monitored.