

China

China's Premier Li Keqiang asked local officials from six key provinces that account for about 40% of the country's economy to bolster pro-growth measures after data for July showed consumption and output grew slower than expectations due to Covid lockdowns and the ongoing property slump.

Li told officials at a meeting to take the lead in helping boost consumption and offer more fiscal support via government bond issuance for investments, state television CCTV reported Tuesday evening. He also vowed to "reasonably" step up policy support to stabilize employment, prices and ensure economic growth.

"Only when the main entities of the market are stable can the economy and employment be stable," Li was cited as saying at the meeting in a front-page report carried in the People's Daily, the flagship newspaper of the Communist Party. (Bloomberg).

Al

Europe's soaring costs for electricity have claimed another victim, with Norsk Hydro ASA planning to shutter an aluminum smelter in Slovakia at the end of next month.

The closure of the Slovalco facility adds to growing signs of stress across European industries including metals, as power prices surge to record highs. On Tuesday, zinc prices rallied after one of the region's biggest smelters said it would suspend output next month. (Bloomberg)

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,414	R1	2,421	Stochastic oversold	RSI below 50
S2	2,380	R2			
S3	2,358	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (46)
- Stochastic is oversold
- Price is above the daily pivot point 2,414
- A mixed day yesterday with a little bit of random price movement. The downside move has put the futures back into the ranging environment. Price is below the EMA resistance band (EMA's have now crossed) supported by the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below 2,414 with the RSI at or below 41 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,477 will leave the futures vulnerable to further tests to the downside, above this level the intraday technical will have a neutral bias.
- Price is currently rejecting the daily EMA resistance band whilst the intraday RSI rejected the bearish resistance band. The technical is neutral with intraday momentum to the buyside; however, there are warning signs that the USD 2,358 and USD 2,310 support levels are vulnerable. The futures have based well around these levels and that does support a bull argument, but if we break to the downside any recent market accumulation has the potential to exit.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,595	R1	3,666	RSI above 50	
S2	3,552	R2			
S3	3,480	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (57)
- Stochastic is above 50
- Price is below the daily pivot point USD 3,671
- Yesterday we noted that the support band had the potential to come under pressure in the near-term as further upside moves would create another negative divergence. Price did move higher but failed to hold the USD 3,797 resistance, resulting a bull close that contained a rejection tail. A float open in Asia with price still holding above the EMA band supported by the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close above the 4-hour candle above USD 3,671 with the RSI at or above 60 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 3,552 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 3,480 is the intraday technical bearish.
- Technically bullish on a new high with price producing a rejection tail on the daily cand having moved lower on a negative divergence. The technical is bullish but not considered a technical buy at this point.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	21,700	R1	22,235	RSI above 50	
S2	21,020	R2			
S3	20,616	R3			

Synopsis - Intraday

Source Bloomberg

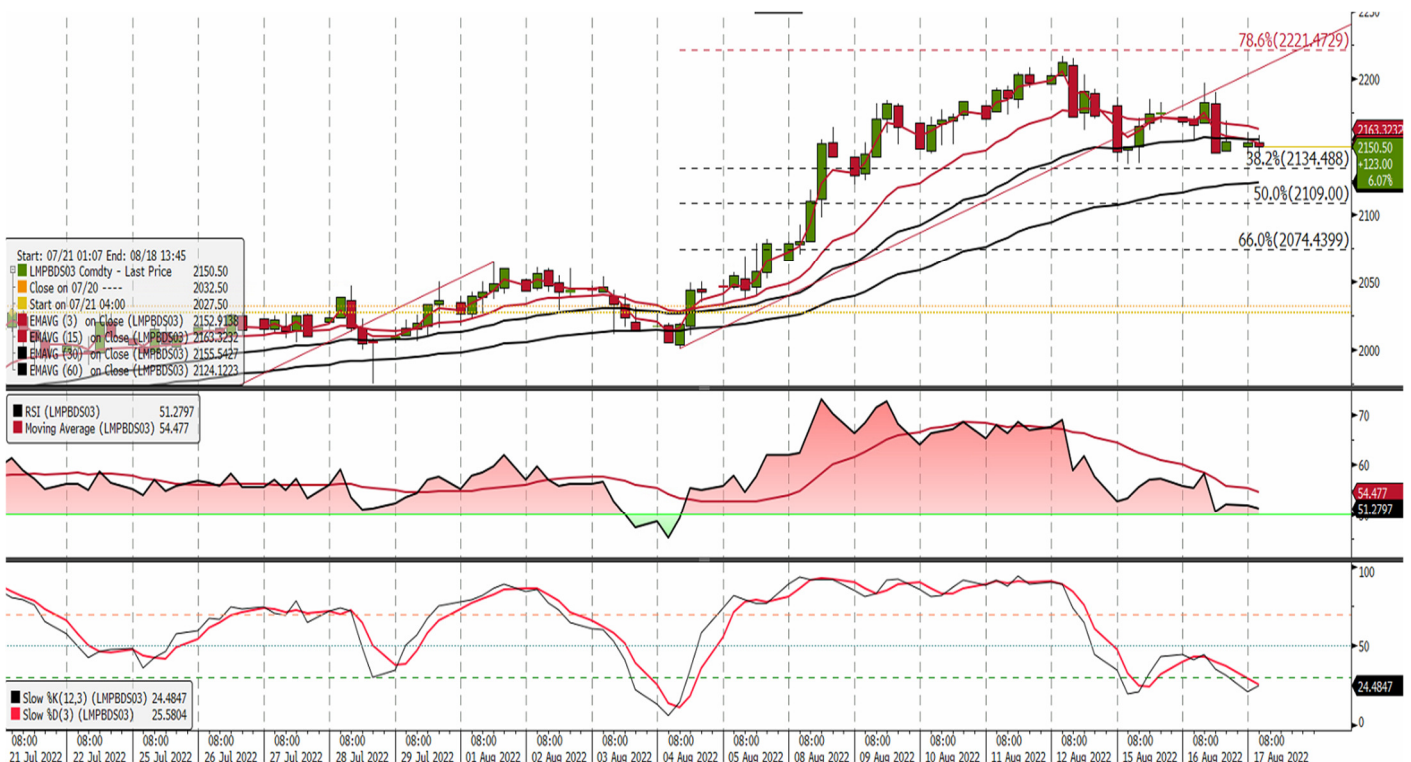
- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is oversold
- Price is below the daily pivot point USD 22,370

Technically neutral yesterday the futures moved higher but remained within the previous days range. Price is above the EMA support band which is flat and compressed signaling a lack of trend in the market. the RSI is above 50 but price and momentum are aligned to the sell side.

A close on the 4-hour candle above USD 22,370 with the RSI at or above 53.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 23,277 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 24,090 fractal resistance.

Technically neutral with the futures producing an inside day candle stick yesterday.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,134	R1	2,165	RSI above 50	
S2	2,109	R2	2,197.5		
S3	2,074	R3	2,217		

Synopsis - Intraday

Source Bloomberg

- Price is in/above the EMA support band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,165
- Technically bullish but in a corrective phase, the upside move early in the session failed to hold resulting in the futures closing lower on the day. Price is in/on 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 2,165 with the RSI at or above 57 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,074 will support a bull argument, below this level the technical will have a neutral bias.
- The RSI is rejecting it moving averages with the EMA support band starting to flatten, indicating the bull trend is becoming less stable. The technical remain bullish with price in a corrective phase at this point. Downside moves below USD 2,137.5 will suggest the correction is becoming a complex one.