

China

China should aim for at least 5% growth in gross domestic product in 2023 and move urgently to lift the economy from its current slowdown, according to a central bank adviser and prominent state-linked economist.

If China can “largely or completely get rid of the impact of the pandemic in the first half of next year” and implement various policies to stabilize the economy, actual growth could be higher than 5% in 2023, Liu Shijin, a member of the monetary policy committee of the People’s Bank of China, said in a speech at the Caixin Summit in Beijing on Friday.

“The urgent priority now is to get economic growth back to a normal track and reasonable range,” he said, adding that the current rate of expansion being too low is bad for long-term development goals. An extended downturn will damage productivity and the yuan exchange rate, and cities that were locked down suffered long-lasting economic damage, Liu said. (Bloomberg).

Al

sal welcomes the London Metal Exchange’s decision not to delist Russian brands, but is concerned that from January the exchange will publish a monthly report singling out the percentage of Russian metal on warrant in LME warehouses, the aluminum giant’s Sales and Marketing Chief Roman Andryushin said in a letter sent to LME on Nov 16.

Rusal is “naturally concerned” that the report would be on Russian metal only, Andryushin wrote

To ensure greater market transparency, Rusal seeks LME’s confirmation that “any future reports would contain the split of metal from all regions, similar to the annual release” (Bloomberg).

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,119	R1	8,167	RSI above 50	
S2	8,027	R2	8,291		
S3	7,872	R3	8,350		

Synopsis - Intraday

Source Bloomberg

- Price is between the EMA support band (Black EMA's)
- RSI is below 50 (47)
- Stochastic is oversold
- Price is below the daily pivot point USD 8,167
- Technically bullish but in corrective phase yesterday, the futures continued to move lower with price now trading between the EMA support band. The RSI is now below 50 with price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 8,167 with the RSI at or above 54 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 8,430 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 8,592 high.
- The futures traded below the USD 8,119 support last night, meaning the pullback is considered as deep, the technical although bullish now has a neutral bias. We are currently trading on the base of the support band and the 8,119 Fibonacci level, if we trade lower the probability of a bullish Elliott wave 5 will decrease. If we hold and trade higher the key near-term resistance to follow is at USD 8,430.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,390	R1	2,407	RSI above 50	
S2	2,342	R2			
S3	2,314	R3			

Source Bloomberg

Synopsis - Intraday

- Price is between the EMA support band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is oversold
- Price is above the daily pivot point USD 2,390
- Technically bullish previously with the futures looking like they were rolling to the buy side, the candle failed to hold, resulting in price trading into the EMA support band. The RSI is above 50 with intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,390 with the RSI at or above 56 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. Downside moves that hold at or above USD 2,342 will support a bull argument, below this level the technical will have a neutral bias.
- The futures are in a corrective phase, but holding above key support whilst in the EMA band. Upside moves that fail at or below USD 2,443 will warn support levels could come under further pressure; however, above this level the USD 2,486.50 fractal resistance become vulnerable.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,010	R1	3,030	RSI above 50	
S2	2,991	R2			
S3	2,877	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the EMA support band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is oversold
- Price is above the daily pivot point USD 3,010
- Technically bullish on the last report with downside moves considered as countertrend, the intraday divergence on the 1-hour technical warned that we could see a technical pullback. The futures have moved lower with price currently holding in the EMA support band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 3,010 with the RSI at or above 57 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. Downside moves that hold at or above USD 2,927 will support a bull argument, below this level the technical will have a neutral bias.
- The trend is bullish, but the futures remain in a corrective phase, with price holding above the previous resistance zone (highlighted). Near-term resistance is at USD 3,058, with key intraday resistance at USD 3,115, upside moves that trade above this level will target the USD 3,190 – USD 3,193 resistance area; However, if resistance holds then the corrective wave becomes more complex, making USD 2,927 a key downside support.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	24,723	R1 25,838	25,400	Stochastic oversold	RSI below 50
S2	24,290	R2 27,397			
S3	23,015	R3 28,137			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (46)
- Stochastic is oversold
- Price is below the daily pivot point USD 25,838
- Technically bullish on the last report with downside moves considered countertrend, the negative divergence with the RSI needed to be monitored as it warned we had the potential to see a momentum slow-down. The corrective move lower has been more aggressive than anticipated, resulting in key Fibonacci support levels being broken. Price is now below the EMA support band with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 25,838 with the RSI at or above 62 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 29,141 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 31,275 high.
- The technical is bullish; however, the deep pullback means we now have a neutral bias. We are seeing more stable price action on the open, as we are no longer moving lower, but there are no signs of an upside push at this point. Price is still above the double top resistance from the 2nd-4th Oct (USD 24,300 – 24,290), if this zone is breached, the probability of the futures trading back to new highs will decrease further. Technically bullish/neutral, there are warning signs that this cycle might fail, making me wonder if this is just another Nickel short squeeze?

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,151	R1	2,223	RSI above 50	
S2	2,117	R2	2,281		
S3	2,084	R3	2,361		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (58)
- Stochastic is oversold
- Price is above the daily pivot point USD 2,151
- Technically bullish on the last report the new high had put the RSI back in divergence with price which needed to be monitored. The futures have moved lower but remain above the EMA support band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,151 with the RSI at or above 60.5 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. Downside moves that hold at or above USD 2,040 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, a move above USD 2,223 will produce a more significant divergence, suggesting upside moves could be limited above this level.