



Base Morning Technical Report

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China

China's mega banks, led by Industrial & Commercial Bank of China Ltd., pledged financing support of at least 1.28 trillion yuan (\$179 billion) to property developers as part of a push to ease turmoil in the nation's real estate market.

ICBC, the world's largest bank by assets, on Thursday said it would provide 655 billion yuan in credit lines to 12 developers, including Country Garden Holdings Co. Bank of China Ltd., Bank of Communications Co., Postal Savings Bank of China Ltd. and Agricultural Bank of China Ltd. and China Construction Bank Corp. also disclosed they would extend financing. (Bloomberg).

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,047	R1	8,141		RSI below 50
S2	7,872	R2	8,229		
S3	7,858	R3	8,347		

Synopsis - Intraday

Source Bloomberg

- Price is on the EMA support band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is above 50
- Price is above the daily pivot point USD 8,047
- Little price action yesterday with the futures moving sideways, meaning large parts of the technical are unchanged, price is on the flat EMA band indicating a lack of trend 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 8,047 with the RSI at or below 45 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 8,347 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with price and momentum to the buyside, the RSI remains neutral with the stochastic below 70, momentum is showing signs of weakening, If price and momentum become aligned to the sell side, or we see a close on the 4-hour candle below USD 8,000 then the USD 7,858 fractal low will be vulnerable. Key resistance remains unchanged at USD 8,347.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,355	R1	2,382	Stochastic oversold	RSI below 50
S2	2,342	R2			
S3	2,314	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (48)
- Stochastic is oversold
- Price is on/below the daily pivot point USD 2,384
- Technically bullish yesterday we needed to see a close above USD 2,440 for upside continuation, a close below USD 2,390 on the 4-hour candle warned that the USD 2,355 fractal support was vulnerable. the close was to the downside, resulting in the futures trading to a low of USD 2,365 yesterday before finding light support this morning. Price is below the EMA support band with the RSI below 50, price and momentum are conflicting as price is on the daily pivot point.
- A close on the 4-hour candle above USD 2,384 with the RSI at or above 53 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 technical is bullish but remains in a corrective phase with key support unchanged at USD 2,342. A close on the 4-hour candle above USD 2,419 will warn that the USD 2,441 and USD 2,486.5 resistance levels are vulnerable.

Zinc Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,937		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (48)
- Stochastic is above 50
- Price is above the daily pivot point USD 2,919
- The technical remains bullish with a neutral bias with price consolidating in the support zone. The futures are below the EMA resistance band which has recently crossed to the downside, the band is flat indicating a lack of trend. The RSI is below 50 but price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,919 with the RSI at or below 42 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,993 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 3,054 and USD 3,190 fractal resistance levels.
- Bullish with a neutral bias the futures are in consolidation and trying to move higher. Key resistance is at USD 2,993, meaning we need to see more to the upside to convince this technical is improving.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	24,723	R1	26,100	RSI above 50	Stochastic overbought
S2	23,900	R2	26,717		
S3	23,015	R3	27,587		

Synopsis - Intraday

Source Bloomberg

- Price is on/above the EMA support band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is overbought
- Price is below the daily pivot point USD 26,261
- Little price movement yesterday due to the holidays with price on the EMA support band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 26,261 will mean price and momentum are aligned to the buy side, likewise a close below this level with the RSI at or below 47.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 28,767 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 31,275 high.
- Technically bullish with a neutral bias the futures are currently consolidating along a flat EMA suggesting we need to see directional bias before committing in either direction.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,084	R1	2,131.50	RSI above 50	Stochastic overbought
S2	2,040	R2			
S3	2,005	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is overbought
- Price is on the daily pivot point USD 2,132
- Like the rest of the base complex there was little movement yesterday due to the holidays. The futures remain technically bullish with price above the EMA band, supported by the RSI below 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,132 will mean price and momentum are aligned to the buyside. Likewise, a close below this level with the RSI at or below 47.5 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 but consolidating, upside moves that fail at or below USD 2,157 will warn that the futures remain in a more complex corrective phase, above this level we target the USD 2,189 and USD 2,223 fractal resistance levels.