



Base Morning Technical Report

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Copper steadied near the highest level in seven months as investors wait to gauge the strength of a recovery in China's business activity after the biggest consumer of commodities scrapped Covid Zero policies.

The industrial metal, often regarded as a barometer of the global economy, on Tuesday extended a surge in prices from the start of the year. China's reopening has bolstered expectations for a rebound in demand, while violent protests in Peru's copper heartland are fueling fears over supplies. (Bloomberg).

Copper Morning Technical (4-hour)



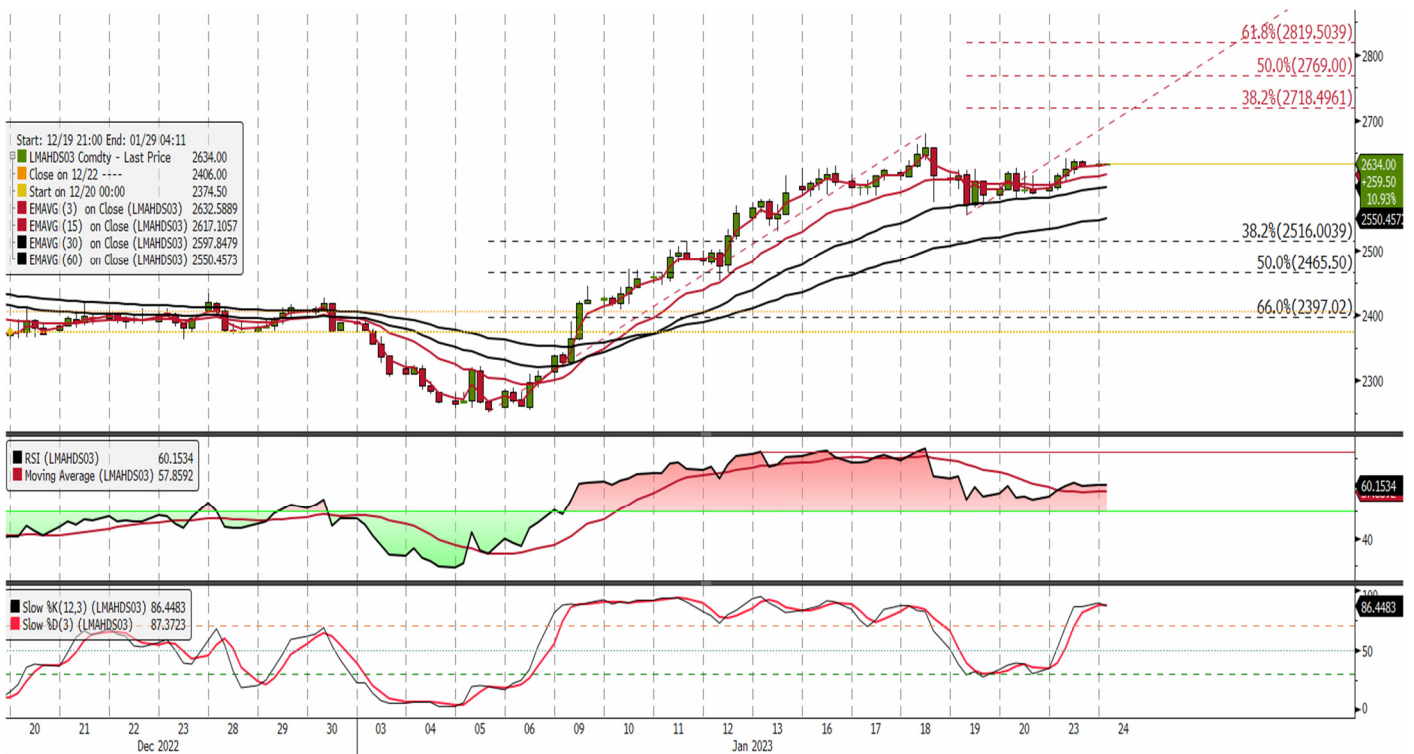
	Support	Resistance	Current Price	Bull	Bear
S1	9,358	R1	9,560	RSI above 50	
S2	9,204	R2	9,686		
S3	9,138	R3	9,866		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (59)
- Stochastic above below 50
- Price is above the daily pivot point USD 9,358
- Technically bullish with a neutral bias yesterday, upside moves above USD 9,550.5 would suggest we are seeing some form of Elliott wave extension; however, the technical is conflicting here as an upside move to a new high will create a negative divergence with the RSI, not a sell signal it does need to be monitored. There was little price action yesterday due to it being Chinese New Year, price opened supported but gave up early gains, we are slightly higher on the open with price again supported, but the open around USD 9,356 is within the bulk of yesterday price action, warning we could consolidate again. Price is 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 9,358 with the RSI at or above 62.5 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 close below USD 9,272 on the 4-hour candle will warn that sell side momentum is increasing, leaving the USD 9,204 and USD 9,026 support levels vulnerable. Likewise, a close above USD 9,430.50 will target the USD 9,560 – USD 9,686 resistance zone in the near-term.
- Bullish/neutral but in consolidation; we have seen higher low for the last 3 sessions indicating market support; however, if we do see the futures trade below USD 9,283 (yesterday's low) and close below USD 9,272 then support levels will be vulnerable.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,622	R1	2,679.5	RSI above 50	Stochastic overbought
S2	2,555	R2	2,718		
S3	2,516	R3	2,769		

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (60)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,622
- Technically bearish based on price yesterday, the intraday Elliott wave cycle warned that we had another tests to the upside. We did see a move above the daily pivot point, resulting in the futures trading to a high of USD 2,642.5 before closing around the USD 2,636 level. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 2,622 with the RSI at or below 55.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,397 will support a longer-term bull argument, below these levels the USD 2,251 fractal low becomes vulnerable.
- Technically bullish, upside moves above USD 2,642.5 would suggest that the USD 2,679.5 fractal resistance could be tasted and broken. Likewise, if we see the 4-hour candle close below USD 2,555 it would suggest the futures are entering a more complex corrective phase.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,418	R1	3,434	RSI above 50	
S2	3,389	R2			
S3	3,365	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (62)
- Stochastic is above 50
- Price is below the daily pivot point USD 3,428
- Technically bullish on th last report with the 4-hour RSI now in divergence, not a sell signal it does warn we have the potential to see a momentum slowdown soon and needs to be monitored. Sideways action yesterday with light buying support on the open, price is above all key moving averages with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 3,418 with the RSI at or above 64.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 60 will mean it is aligned to the sell side. Downside moves that hold at or above USD 3,333 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, upside moves above USD 2,466.50 will create a secondary divergence with the RSI, suggesting the futures will potentially need to enter a corrective phase soon. We have near-term key support at USD 3,333; however, in terms of the Elliott wave cycle the futures remain in bull territory above USD 3,123 with price neutral below this level. A cautious bull as there are warning signs of exhaustion.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	28,305	R1	28,110	RSI above 50	
S2	27,930	R2			
S3	27,421	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is above 50
- Price is below the daily pivot point USD 28,316
- We remained technically bullish but in a corrective phase yesterday with key support at USD 2,7421. The futures did trade lower but held around the 50% Fibonacci retracement (USD 27,930) before moving higher into the close. Price is above 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 28,316 with the RSI at or above 55 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 27,421 will support a bull argument, below this level the technical will have a neutral bias.
- We remain technically bullish but in a corrective phase, key support to follow is at USD 27,421 (Unchanged)

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,016	R1	2,068	Stochastic oversold	RSI below 50
S2	1,995	R2			
S3	1,973	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (34)
- Stochastic is oversold
- Price is on the daily pivot point USD 2,072
- Technically bearish with the RSI making new lows suggesting upside moves should be considered as countertrend at this point, the futures continue to trade to new lows. Price is below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,072 with the RSI at or above 37.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 2,186 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, we maintain a view that upside moves should be considered as countertrend at this point. The 1-hour RSI is now in divergence with the RSI, not a buy signal it is a warning that we could be about to see a momentum slowdown, suggesting caution on downside moves as we are due a countertrend corrective wave higher.