



Base Morning Technical Report

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

China

The total of new home sales in China's four first-tier cities reached 504,575 square meters of floor space last week, according to Bloomberg calculations based on data from China Real Estate Information Corp. on Feb. 27. Guangzhou had the biggest increase, while Beijing had the biggest decrease.

Guangzhou new home sales volume rose 61,635 square meters to 224,862

Shenzhen added 14,588 square meters to 66,532

Shanghai decreased 30,723 square meters to 99,410

Beijing retreated 46,275 square meters to 113,771 (Bloomberg).

Cu

Copper fell to the lowest level in seven weeks as a strengthening dollar darkened the demand outlook for commodities.

The dollar trading near the highest closing level since Jan. 5 is making commodities more expensive for other currency holders. Base metals last week were broadly pressured as investors priced in expectations of higher interest rates from the Federal Reserve. (Bloomberg).

Al

U.S. aluminum companies said they supported the Biden administration's move to impose steep tariffs on imported Russian aluminum, as analysts and executives predicted the new duties would have a minor effect on domestic aluminum costs.

The White House on Friday imposed 200% tariffs on imported aluminum from Russia, as well as aluminum imports from elsewhere that include Russian aluminum, as part of a package of duties on Russian metals, minerals and chemicals valued at about \$2.8 billion. The tariff package coincided with the one-year anniversary of Russia's invasion of Ukraine. (Bloomberg)

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,651	R1	8,776	Stochastic oversold	RSI below 50
S2	8,611	R2	8,860		
S3	8,447	R3	8,919		

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (33)
- Stochastic is oversold
- Price is below the daily pivot point USD 8,776
- Technically bearish on Friday, the MA on the RSI was weak, suggesting resistance levels could/should hold in the near-term, implying the USD 8,786 fractal support is vulnerable. However, we did have a note of caution as the futures are trading in the daily EMA support band. The futures continued to move lower with price closing below the daily EMA support band. The RSI is below 50 with intraday price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 8,776 with the RSI at or above 45 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 8,998 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the RSI is making new lows alongside price whilst its MA continues to slope in a downward trajectory, suggesting upside moves should be considered as countertrend at this point, making USD 8,998 the key resistance to follow.

Aluminium Morning Technical (4-hour)



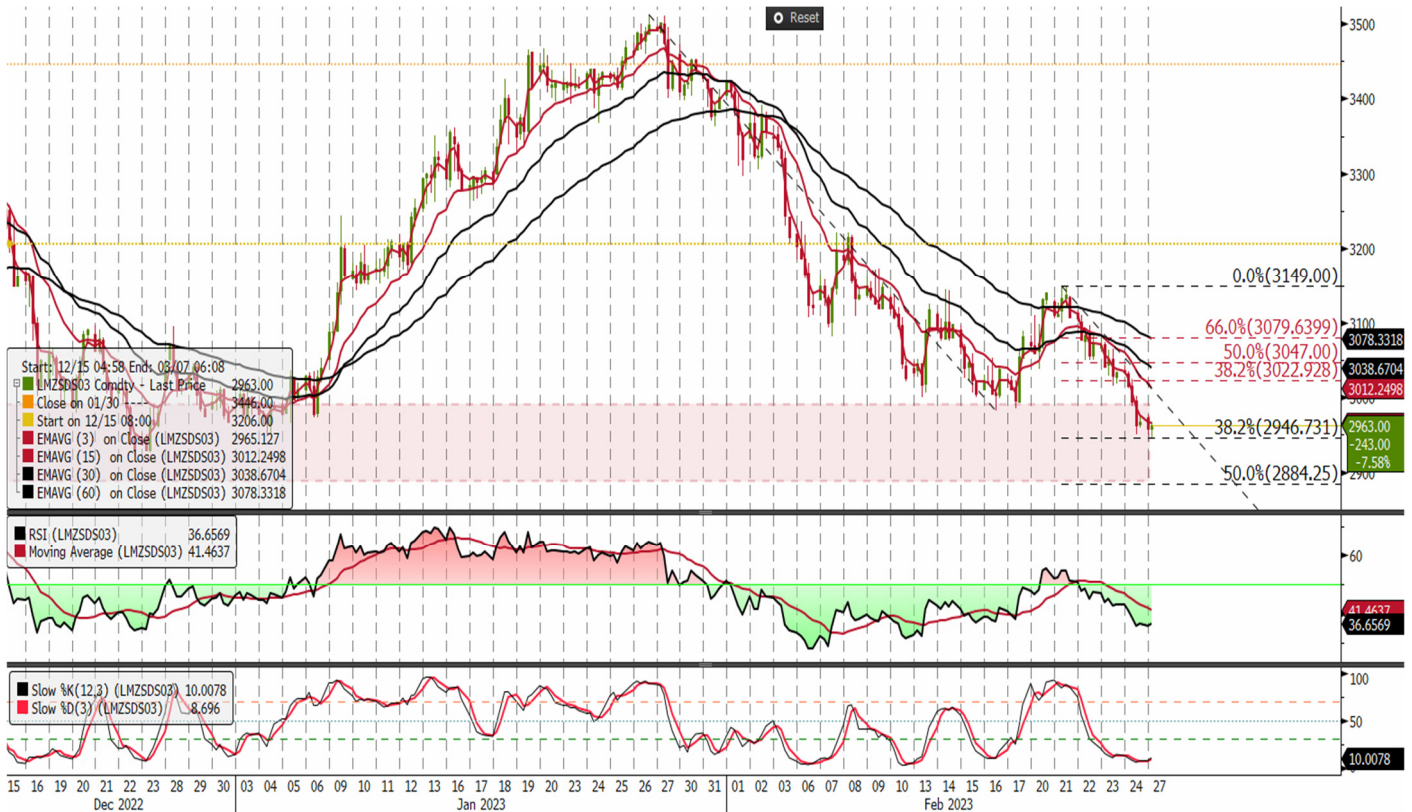
	Support	Resistance	Current Price	Bull	Bear
S1	2,310	R1	2,354	2,334	Stochastic oversold
S2	2,262	R2	2,383		
S3	2,202	R3	2,429		
					RSI below 50

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,354
- Bullish with a neutral bias on Friday, on the basis that we had looked to be seeing a wave extension to the upside, but failed to move higher, it suggested that the USD 2,367 fractal low was now vulnerable. The futures have moved lower with fractal support now broken, meaning the technical is now bearish. Price is below all key moving averages supported buy the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,354 with the RSI at or above 44 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 2,485 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the RSI is finding support near its lows. Downside moves below USD 2,321 have the potential to create a positive divergence on the 1-hour technical, not a buy signal, it does warn that we have the potential to see a momentum slowdown, suggesting caution on downside breakouts.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,946	R1	2,986	Stochastic oversold	RSI below 50
S2	2,890	R2	2,963		
S3	2,884	R3	3,047		

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (36)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,986
- Technically bullish but with a neutral bias on the last report, the MA on the RSI was weakening, suggesting the USD 2,982.5 support was vulnerable, implying that resistance levels should in theory hold in the near-term if tested. If price and momentum became aligned to the buyside, and the RSI could hold above its MA, then we could see resistance levels be tested. However, at this point the futures do not look like a technical buy based on the momentum indicators. The futures have moved lower with price trading into the support zone, we remain 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 2,986 with the RSI at or above 42.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 3,077 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are in divergence with the RSI whilst price is in its long-term support zone. Not a buy signal it does warn that we have the potential to see a momentum slowdown, indicating although bearish the futures are not considered a technical sell at this point.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	24,514	R1	24,710	Stochastic oversold	RSI below 50
S2	23,730	R2	25,469		
S3	22,740	R3	25,837		

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (35)
- Stochastic is oversold
- Price is below the daily pivot point USD 24,710
- Technically bearish having traded to a new low on Friday; the futures were in divergence with the RSI, not a buy signal, it warned that we had the potential to see a momentum slowdown, suggesting caution at these levels. If the divergence failed, then the USD 25,000 and USD 24,514 support levels could be vulnerable. The futures continued to move lower with the divergence failing, the USD 24,514 support has been breached on the 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 24,710 with the RSI at or above 42 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 26,335 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with the RSI making new lows alongside price, implying resistance levels could/should hold if tested in the near-term. The daily technical has closed below the 200-period MA (USD 25,037), warning the higher timeframe technical is weakening. However, if we start to see a daily close that holds above this level, it could warn that market buyers are starting to accumulate around the longer period average.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,072	R1	2,110	RSI above 50	
S2	2,050	R2			
S3	2,023	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (33)
- Stochastic is below 50
- Price is below the daily pivot point USD 2,072
- The technical is bullish with a neutral bias on the last report. However, the depth of the pullback warned of technical weakness, this was supported by the MA on the RSI which is implying momentum is also weak, suggesting resistance levels could hold if tested in the near-term. The USD 2,023 support looked vulnerable. Support levels held with price moving higher into the close, putting the RSI above its MA, price and momentum have opened aligned to the buyside, resulting in a move higher on the open today. The futures are above the EMA resistance band with the RSI above 50.
- A close on the 4-hour candle below USD 2,071 with the RSI at or below 43.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,132 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 2,175 fractal high. Likewise, downside moves that hold at or above USD 2,072 will support a near-term bull argument.
- We remain technically bearish with a neutral bias, the MA on the RSI is now flat, warning sell side momentum is slowing. However, key resistance to follow is at USD 2,132. This upside move started with the MA on the RSI in a bearish trajectory, suggesting the USD 2,132 level could hold in the near-term.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com