



Base Morning Technical Report

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China

Premier Li Qiang called China an “anchor for world peace” while expressing optimism about the recovery in the world’s second-biggest economy in a keynote speech at a forum that included business and government leaders from around the globe.

China’s economy recovered further in March and the country will continue to open up its market to global investors, Li said, in his first major public speech after he took over the premiership earlier this month. China will be a source of certainty amid growing risks facing the global economy and markets, he added. (Bloomberg)

Cu

Copper fell along with most other base metals amid a strengthening dollar and weaker-than-expected Chinese demand.

After rallying in January on demand-recovery bets for the top metal-consuming country following its abandonment of Covid restrictions, copper prices have trended lower as Chinese consumption disappointed and the dollar spiked. In recent weeks, the metal has been caught in the banking crisis’ financial crosswinds, fluctuating around the \$9,000-a-ton mark.

On Thursday, the dollar held gains made the previous session, making commodities priced in the currency more expensive. Meanwhile, in China, consumption of copper — used in wires and pipes — weakened following recent price gains, Jinrui Futures Co. said in a note. Prices may pull back further if demand continues to lag, it said. (Bloomberg)

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,989	R1	8,984	RSI above 50	
S2	8,962	R2			
S3	8,924	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (54)
- Price is below the daily pivot point USD 8,991
- Stochastic is above 50
- The futures remained in a corrective Elliott wave 4 yesterday, meaning downside moves should have been considered as countertrend. Upside moves above USD 9,030 warned that resistance levels were vulnerable. The futures traded above the USD 9,030 level to a high of USD 9,080. I noted on the close report last night that the futures had traded to a new high, which was incorrect. 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 8,991 with the RSI at or above 57.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 8,924 will support a bull argument, below this level the futures will have a neutral bias.
- We remain technically bullish, having failed to trade to a new high we have not confirmed a bullish wave 5 at this point, meaning downside moves are still considered as countertrend with an upside target still at USD 9,108 for this phase of the cycle.

Aluminium Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,377	RSI above 50	
S2	R2			
S3	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 2,390
- Technically bullish yesterday, the intraday Elliott wave cycle continued to warn that we still have the potential to exhaust. It was still too early to see if this will evolve into a larger cycle. The futures again moved higher but failed to hold with price pulling back in the afternoon session. Price remains 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 2,390 with the RSI at or above 64 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,350 will support a bull argument, below this level the technical will have a neutral bias.
- The futures remain technically bullish, but the lower timeframe wave cycle is still very unclear at this point. The 1-hour chart is in divergence with the RSI, suggesting caution as buy side momentum is weakening; it is still unclear if there is a larger Elliott wave cycle in play. The futures have opened below trend support (USD 2,385) on the back of a rejection candle yesterday, meaning we are a cautious bull at this point, as support levels are now vulnerable. If we close above and hold above the USD 2,385 trend line, then resistance levels could be tested, but with the rejection candle, trend break and divergence in play, we do not consider the futures a technical buy at this point.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,956	R1	2,990	RSI above 50	Stochastic overbought
S2	2,946	R2	3,014		
S3	2,930	R3	3,026		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (60)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,956
- Technically bearish with the neutral bias yesterday, the MA on the RSI implied that momentum was supported, suggesting resistance levels were vulnerable. The futures have trade above near-term resistance meaning the technical is now in bullish territory. Price is above the EMA resistance band (this looks like it could cross to the buy side today) with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 2,956 with the RSI at or below 52.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,907 will support bull argument, below this level the futures will have a neutral bias.
- Technically bullish, the MA on the RSI continues to suggest that momentum is supported, leaving resistance levels vulnerable at this point. Upside moves above USD 2,999 do have the potential to create a negative divergence on the RSI on the 1-hour chart, not a sell signal it does warn we could see a momentum slow-down and will need to be monitored. Countering this, a new high will be above the 4-hour rejection candle, meaning we could see some intraday stops being active, which could leave the market a little bit lively for a while if this happens.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	23,545	R1	23,800	RSI above 50	
S2	23,271	R2			
S3	23,055	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (53)
- Stochastic is below 50
- Price is below the daily pivot point USD 23,928
- The technical remained bullish yesterday but we were seeing signs that buy-side momentum had started to weaken. The MA on the RSI was flat with the downside move in the morning looking like it was on the back of a negative divergence with the RSI. We were a cautious bull as support levels are starting to look like they could come under pressure. The futures have seen a pullback into the Fibonacci support zone, but price is holding above the EMA resistance 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 23,928 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 23,271 will support a bull argument, below this level the technical will have a neutral bias. Only below USD 22,690 is the technical bearish.
- We are a cautious bull at this point, as the futures are moving lower on the back of a 1-hour divergence, suggesting support levels continue to remain vulnerable. The MA on the RSI is flat as is the EMA resistance band, implying there is a lack of trend in the market.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,113	R1	2,134	RSI above 50	
S2	2,101	R2			
S3	2,092	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is above 50
- Price is on the daily pivot point USD 2,135
- The futures remained technically bullish yesterday, but we continued to be cautious on upside moves, as a new high had the potential to create further negative divergences. The futures traded higher, but the move failed to hold with price trading back at yesterday's levels. We remain 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 2,153 with the RSI at or above 57 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 2,101 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the upside moves continue to fail to hold on the back of the negative divergences, leaving us a cautious bull, as support levels have the potential to come under pressure.

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