



# Base Morning Technical Report

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China

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China's economy grew at the fastest pace in a year in the first quarter, putting Beijing on track to meet its growth goal for the year without adding major stimulus, while also helping to cushion the global economy against a downturn.

Gross domestic product expanded 4.5% last quarter from a year earlier, official data showed Tuesday, beating economists' expectations. In March, retail sales soared 10.6% from a year earlier, the biggest monthly gain since June 2021. (Bloomberg).

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,919	R1	8,962	RSI above 50	
S2	8,868	R2			
S3	8,783	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is between the EMA Resistance band (Black EMA's)
- RSI is above 50 (50)
- Price is below the daily pivot point USD 8,994
- Stochastic is oversold
- Technically bullish but in a corrective phase yesterday. We maintained our view that downside moves look to be considered as countertrend, based on the recent high on the RSI. The futures did move lower on the back of a strong USD yesterday, resulting in the futures trading into the EMA support band this morning. The RSI is neutral at 50 with intraday price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 8,994 with the RSI at or above 58 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 8,919 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the RSI is neutral at 50 with the stochastic in oversold territory. If the RSI can hold above 50 then momentum will be vulnerable to a test to the upside; however, if the RSI moves below 50 then the oversold stochastic is considered as less relevant. Countering this, the MA on the RSI is starting to turn lower suggesting buy side momentum is weakening. The recent upside move in the RSI would suggest the current corrective move lower is potentially countertrend, implying we could/should in theory see another test to the upside. If however, we do trade below USD 8,919, then the pullback will be considered as deep, warning the technical condition is weak, suggesting caution, as the probability of another move higher will have decreased. Likewise, a close on the 4-hour candle above USD 9,072.5 will warn that momentum based on price is strengthening, warning resistance levels will be vulnerable.

# Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,375	R1	2,403	RSI above 50	
S2	2,364	R2	2,434		
S3	2,350	R3	2,472		

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (56)
- Stochastic is above 50
- Price is above the daily pivot point USD 2,375
- Technically bullish yesterday, the MA on the RSI implied that momentum remained supported, suggesting Fibonacci support levels should in theory hold if tested in the near-term. The futures traded lower with price holding above the USD 2,350 Fibonacci support, resulting in the futures trading back up at yesterday morning's level of USD 2,390. 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 2,375 with the RSI at or above 57.5 will mean price and momentum are aligned to the buy side. Likewise, a close below this level with the RSI at or below 53.5 will mean it is aligned to the sell side. Downside moves that hold at or above USD 2,331 will support a bull argument, below this level the technical will have a neutral bias.
- We remain technically bullish with the futures holding Fibonacci and EMA supports, suggesting resistance levels are now vulnerable. A close on the 4-hour candle below USD 2,358.5 will warn that momentum based on price is starting to weaken, indicating the USD 2,331 support could come under pressure.

# Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,822	R1	2,845.5	RSI above 50	
S2	2,794	R2			
S3	2,772	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is between the EMA resistance band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is oversold
- Price is on the daily pivot point USD 2,845
- We remain bearish with a neutral bias yesterday, the MA on the RSI continued to suggest that momentum was supported, meaning the USD 2,908 – USD 2,912 resistance zone highlighted on the chart remained vulnerable. The futures continued to move lower with price now finding light bid support above the USD 2,822 Fibonacci level. Price is between 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 2,845 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 2,794 will support a near-term bull argument, below this level we target the USD 2,734.5 fractal low.
- The MA on the RSI has started to flatten warning buyside momentum is showing signs of slowing down; however, the RSI is at 51 with the stochastic in oversold territory. If the RSI can hold above 50 then momentum is warning the futures are vulnerable to a test to the upside, if we move below 50 then the oversold stochastic is considered as less relevant. A close on the 4-hour candle above USD 2,869 will indicate that momentum based on price is starting to strengthen, implying resistance levels could come under pressure. We remain bearish with a neutral bias; momentum continues to warn that resistance levels are still vulnerable at this point.

# Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	24,232	R1	24,480	RSI above 50	
S2	23,997	R2			
S3	23,678	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (58)
- Stochastic is above 50
- Price is below the daily pivot point USD 24,673
- Technically bullish yesterday, the new high meant that the intraday RSI was in divergence with price, not a sell signal it did warn that we had the potential to see a momentum slowdown and needed to be monitored. The futures remained in the daily EMA resistance band, for this reason we remained cautious on upside move. The futures traded to a high of USD 24,995 but has since started to move lower. 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 24,673 with the RSI at or above 62 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 23,678 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are moving lower on the back of a negative divergence with the RSI, suggesting buyside momentum is weakening. For this reason, we remain cautious on upside moves at this point.

# Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,103	R1	2,125	Stochastic oversold	RSI below 50
S2	2,082	R2	2,151		
S3	2,067	R3	2,179.5		

## 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 2,125
- Technically bullish yesterday, the MA on the RSI had softened a little meaning buyside momentum was potentially slowing down. However, we maintained our view that resistance levels remain vulnerable. A bit of a miss on this one as the futures sold lower for the remainder of the session with the futures trading through the USD 2,115 support. Price is 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 2,125 with the RSI at or above 56 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 2,151 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 2,179.5 fractal high.
- The technical is bullish but with a neutral bias, the depth of the pullback indicates price action is weak, meaning the probability of the futures trading to a new high has decreased. The MA on the RSI is now turning lower, implying buyside momentum is weakening.