

China

President Xi Jinping failed to attend a business forum in South Africa where he was expected to deliver a speech defending China's economy and its support for emerging markets, as fears mount that the Asian nation's struggles could cause global turbulence.

According to a public schedule, the Chinese leader was set to address the BRICS Business Forum on Tuesday, after meeting with South African President Cyril Ramaphosa earlier that day. Instead, delegates were greeted on stage by Commerce Minister Wang Wentao, who read the speech without giving an explanation for Xi's absence.

"The Chinese economy has strong resilience, tremendous potential and great vitality. The fundamentals sustaining China's long-term growth will remain unchanged," according to the remarks read by Wang. "The giant ship of the Chinese economy will continue to cleave waves and sail ahead." (Bloomberg).

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,390	R1	8,413	RSI above 50	Stochastic overbought
S2	8,301	R2	8,494		
S3	8,266	R3	8,594		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (58)
- Price is above the daily pivot point USD 8,390
- Stochastic is overbought
- Technically bearish yesterday with price below key resistance, the MA continued to suggest that momentum was supported; however, there were warning signs that the MA was potentially starting to flatten, whilst the 1-hour RSI was in divergence with price. Not a sell signal it did warn that we had the potential to see a momentum slowdown. A close on the 4-hour candle above USD 8,330 would indicate that momentum based on price was starting to strengthen, leaving the USD 8,366 resistance vulnerable. If broken, the pullback would be considered as deep, meaning the probability of the futures trading to a new low would decrease. Likewise, an intraday close below USD 8,241 would suggest that buy-side momentum is potentially failing, implying support levels could come under pressure. Intraday Elliott wave analysis implied that the bear cycle had potentially seen wave completion, but momentum was indicating that we are vulnerable to another test to the downside. The futures continued to move higher with the 4-hour candle closing above the USD 8,330 level, resulting in the USD 8,366 resistance being tested and broken. Price is above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 8,390 with the RSI at or below 49.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 8,219 will support a near-term bull argument, below this level the USD 8,120 fractal low will be vulnerable.
- Technically bearish, we now have a neutral bias, the strength of the upside move means that the probability of the futures trading to a new low has decreased. The MA on the RSI would suggest that momentum remains supported, warning that the USD 8,494 fractal high could be tested and broken, if it is, then the intraday technical will be bullish.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,168	R1	2,198	RSI above 50	Stochastic overbought
S2	2,152	R2	2,214		
S3	2,140	R3	2,241		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA Resistance band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,168
- Technically bearish yesterday, the futures were moving higher on the back of a positive divergence with the RSI, implying resistance levels were now vulnerable, making USD 2,161 the key level to follow. A close on the 4-hour candle above USD 2,149 would further support a buyer's argument (we noted that we were trading above but had not closed above this level), for this reason, the futures were not considered a technical sell. We continued to move higher with price now trading above the fractal resistance, meaning the intraday technical is bullish based on price. The futures are above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 2,168 with the RSI at or below 46.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,140 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the RSI is making new highs with the MA on the RSI implying momentum is supported, suggesting downside moves should be considered as countertrend, making USD 2,140 the key support to follow.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,336	R1	2,378	RSI above 50	Stochastic overbought
S2	2,297	R2	2,414		
S3	2,265	R3	2,442		

Synopsis - Intraday

Source Bloomberg

- Price is between the EMA resistance band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,336
- Technically bearish yesterday, we remained in a countertrend wave 4 with the MA on the RSI indicating that momentum was supported, implying resistance levels were still vulnerable, making USD 2,414 the key level to follow. We were testing the EMA band, a natural area of resistance, a close below the daily pivot level would suggest sell side momentum was increasing, implying we could potentially be in the early stages of a bearish Elliott wave 5. The futures have seen a small move higher with price now trading in the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,336 with the RSI at or below 44 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,414 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- The futures remain technically bearish with price moving higher, in what looks to be a countertrend move. The MA on the RSI would suggest that momentum is supported at this point; however, price is testing the EMA resistance band whilst the daily RSI is testing its MA resistance, suggesting caution on upside moves at this point.

Nickel Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	20,650	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is above 50
- Price is above the pivot point USD 20,480
- Technically bearish based on price yesterday, the futures were nearing our key resistance at USD 20,607, above this level the pullback would be considered as deep, meaning the probability of the futures trading to a new low will have decreased. The MA on the RSI continued to suggest that momentum was supported, meaning we maintained our view that the futures were not considered a technical sell. The futures continued to move higher resulting in price trading above the USD 20,607 level. Price remains above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below 20,480 with the RSI at or below 47.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 20,218 will support a near-term bull argument, below this level we target the USD 19,970 fractal support.
- Bearish with a neutral bias, the depth of the upside move means that the probability of the futures trading to a new low has decreased. The MA on the RSI continues to suggest that momentum is supported at this point, implying resistance levels are vulnerable; however, we now have a note of caution as the 1-hour RSI is in divergence, not a sell signal it is a warning that we have the potential to see a momentum slowdown which will need to be monitored.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,162	R1	2,170	RSI above 50	
S2	2,157	R2			
S3	2,148	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (56)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,162
- Technically bullish yesterday the MA on the RSI suggested momentum remained supported. We had a note of caution, as a move above USD 2,172 would create a negative divergence with the RSI on the 1-hour technical. Not a sell signal, it warned that we have the potential to see a momentum slowdown and needed to be monitored. Likewise, a move above USD 2,181 would create a negative divergence dating back to the 26/07/23 on the 4-hour chart, leaving us a cautious bull going forward. The futures traded to a high of USD 2,186 but the move failed to hold, resulting in a technical pullback. We remain above the EMA support band with the RSI above 50, intraday price and momentum is now conflicting.
- A close on the 4-hour candle below USD 2,162 will mean price and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 61 will mean it is aligned to the buyside. Downside moves that hold at or above USD 2,148 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, we now have a note of caution as the downside move has been on the back of a negative divergence with the RSI, making USD 2,148 the key support to follow.