

## China

Unchanged on the technical yesterday. The futures continued to move higher with the MA on the RSI suggesting momentum was supported. Based on intraday Elliott wave analysis, we maintained our view that upside moves look like they will be countertrend. The futures failed to trade to a new high, resulting in price selling lower into the close. We are back 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 2,063 with the RSI at or above 54.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 2,191 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.

Technically bearish, the MA on the RSI is implying that momentum is neutral; however, the RSI is now below the average, warning it could be transitioning to the sell side. Based on the intraday Elliott wave cycle, we maintain our view that upside moves look like they will be countertrend at this point. (China news/Bloomberg)

## Al

Aluminum fell from the highest close in six weeks as investors weigh a spike in London inventories following UK sanctions targeting Russian metals.

Aluminum rose last week along with other industrial metals following more steps from China to bolster its economy and signals that Federal Reserve rate cuts could be coming soon.

Tuesday's decline came after a 13% jump in aluminum stockpiles tracked by the London Metal Exchange — a sign that traders are offloading Russian inventories after the UK government last week announced sanctions prohibiting British individuals and entities from trading physical Russian metals.

Traders are now monitoring where such a significant amount of aluminum ends up, said Li Jiahui, an analyst with Shanghai Metals Market. (Bloomberg).

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,465	R1 8,493	8,490.5	RSI above 50	
S2	8,427	R2 8,597			
S3	8,376	R3 8,640			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI is above 50 (53)
- Price is below the daily pivot point USD 8,493
- Stochastic is oversold
- We remained bearish with a neutral bias yesterday; the futures were below trend support. However, as noted on Friday, the new high in the RSI warned that the futures were vulnerable to a move higher, meaning resistance levels were vulnerable. If we did see a move below USD 8,367, it would mean that the probability of the futures trading to a new high would start to decrease. We continue to move lower with the futures testing but holding above the EMA support band. The RSI is above 50 with price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 8,493 with the RSI at or above 60.5 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 8,376 will support a near-term bull argument, below this level the USD 8,267 fractal low will start to look vulnerable.
- We remain bearish with a neutral bias. The futures are testing but holding above the EMA support band. Momentum is conflicting as the MA on the RSI would suggest it is weak; however, the RSI is above 50 with the stochastic in oversold territory. If the RSI can hold above 50, then we could see a move higher. key support is unchanged, a move below USD 8,376 will warn that the probability of the futures trading to a new high will start to decrease. The upside move in the RSI on the 13/11 broke above the RSI resistance that formed on the 08/11, warning that downside moves now have the potential to be countertrend. If price and momentum become aligned to the buyside, then resistance levels could come under pressure.

# Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,234	R1	2,268	RSI above 50	Stochastic overbought
S2	2,208	R2			
S3	2,189	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (67)
- Stochastic is overbought
- Price is on/above the daily pivot point USD 2,267
- Technically bullish yesterday, the futures were trading on the trend support line, the MA on the RSI continued to suggest that momentum is supported at this point. We maintained our view that downside moves could potentially be countertrend with key support at USD 2,163. A move below this level would warn that the probability of the futures trading to a new high would start to decrease. We traded to a high of USD 2,286 before moving lower on the Asian open. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the sell side, as the previous candle closed below the daily pivot level.
- A close on the 4-hour candle above USD 2,267 with the RSI at or above 71 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 2,169 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures have opened below the trend support line, warning that we could be about to enter a corrective phase, making USD 2,169 the key support to follow. A move below this level will warn that the probability of the futures trading to a new high has started to decrease. The MA on the RSI has started to flatten a little, warning buyside momentum is starting to slowdown a little. However, with price and the RSI making new highs, it is warning that downside moves now have the potential to be countertrend.

# Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,518	R1	2,531	RSI above 50	Stochastic overbought
S2	2,489	R2	2,574		
S3	2,473	R3	2,590		

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (63)
- Stochastic is overbought
- Price is on/below the daily pivot point USD 2,536
- Technically bearish with a neutral bias yesterday, the MA on the RSI continued to suggest that momentum was supported, making USD 2,450 the key support to follow. A move below this level would warn that the probability of the futures trading to a new high would start to decrease. Based on the recent high on the RSI, we maintained our view that downside moves look like they could be countertrend in the near-term, warning the bearish Elliott wave cycle could fail. The futures traded to a high of USD 2,559 before moving lower on the Asian open. We remain above the EMA support band with the RSI above 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle above USD 2,536 with the RSI at or above 67 will mean price and momentum are aligned to the buy side. Likewise, a close below this level with the RSI at or below 62.5 will mean it is aligned to the sell side. Downside moves that hold at or above USD 2,456 will support a near-term bull argument, below this level the USD 2,403 support will become vulnerable.
- Technically bearish with a neutral bias, the current upside wave is now 161.8% greater in length than the previous wave, supported by the RSI making new highs. This would suggest that downside moves now have the potential to be countertrend, as the upside move, although in bearish territory is looking like it could be bullish impulse; this is warning that the bearish Elliott wave cycle could fail. However, we have broken trend support on the Asian open with the RSI crossing below its MA, indicating we could be in the early stages of a corrective phase, making USD 2,456 the key support to follow. A move below this level will warn that the probability of the futures trading to a new high has started to decrease.

# Nickel Morning Technical (4-hour)



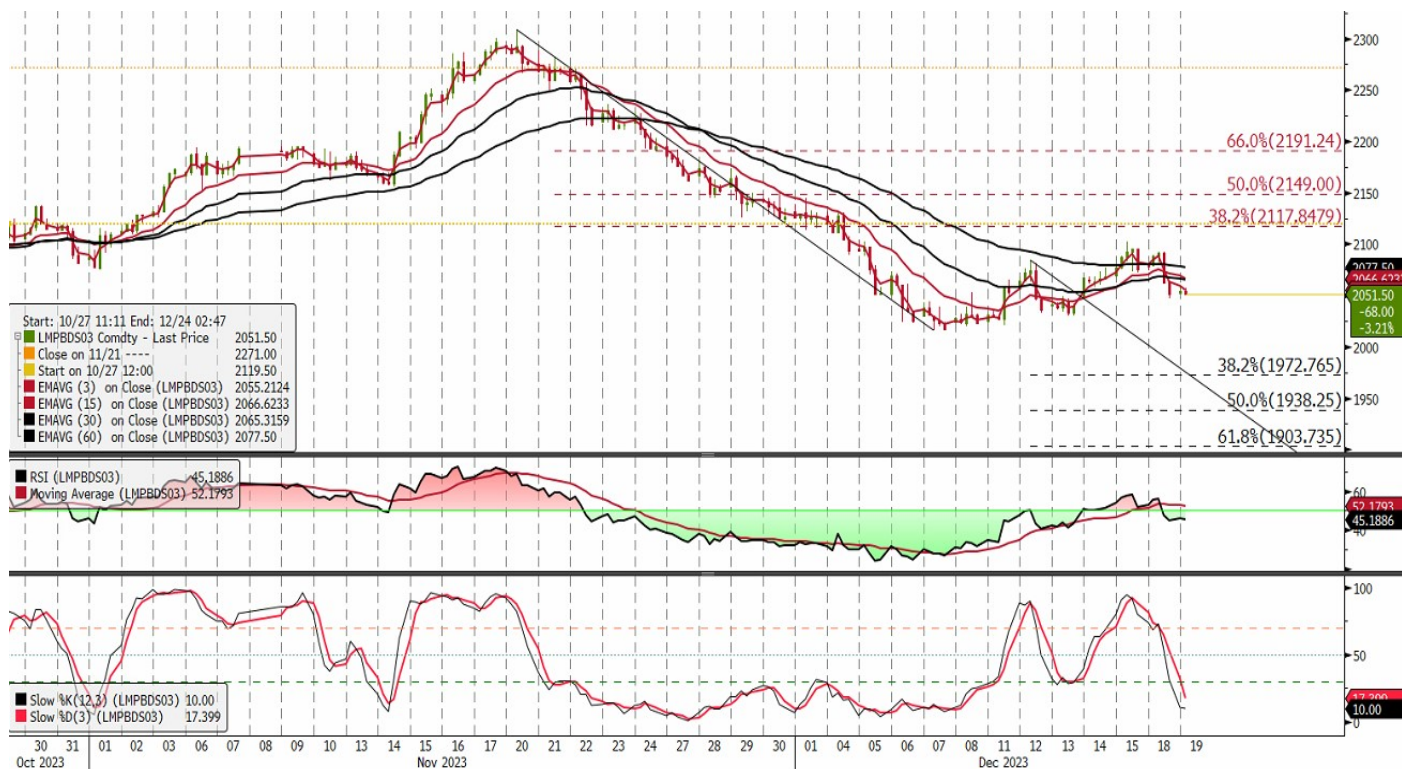
Support	Resistance	Current Price	Bull	Bear
S1	R1	16,575	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

**Synopsis - Intraday**

Source Bloomberg

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (46)
- Stochastic is oversold
- Price is below the daily pivot point USD 16,633
- Technically bearish with a neutral bias yesterday, the futures were back at the inflection point. Having opened lower, price was on the trend resistance of the symmetrical triangle. If we closed above the trend resistance and price and momentum became aligned to the buy side, we could see resistance levels come under pressure. Failure to do so would leave the futures with a neutral bias. We continued to highlight that the futures were struggling to hold upside moves due to the daily EMA resistance band. We rejected the daily resistance band, resulting in the futures trading back into the symmetrical triangle. We are 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 16,633 with the RSI at or above 56 will mean price and momentum are aligned to the buy side. Very repetitive but...The next piece of dialogue remains unchanged again. Key resistance in terms of the Elliott wave cycle is at USD 17,694, we remain bearish below this level and neutral above in the near-term. However, we should note that this is an extended wave 3 with multiple timeframes in play (the time period in terms of the Elliott wave cycle is 720 min candle for the higher timeframe with key resistance at USD 19,463). In theory USD 17,964 is a key level on the 205-minute cycle and should hold, but we remain conscious of the larger cycle in play; as a break above this level, although not ideal and will ask questions on the wave cycle, it does not change the longer-term wave footprint.
- Technically bearish with a neutral bias, as the futures remain within the symmetrical triangle. We have rejected the daily EMA resistance band with the MA on the RSI now warning that momentum is weakening. A close on the 4-hour candle that holds below the trend support (USD 16,425) will warn that the USD 16,146 and USD 15,840 support levels could come under pressure.

# Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,030	R1	2,051.5	Stochastic oversold	RSI below 50
S2	2,016	R2			
S3	1,972	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (45)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,063
- Unchanged on the technical yesterday. The futures continued to move higher with the MA on the RSI suggesting momentum was supported. Based on intraday Elliott wave analysis, we maintained our view that upside moves look like they will be countertrend. The futures failed to trade to a new high, resulting in price selling lower into the close. We are back 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 2,063 with the RSI at or above 54.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 2,191 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying that momentum is neutral; however, the RSI is now below the average, warning it could be transitioning to the sell side. Based on the intraday Elliott wave cycle, we maintain our view that upside moves look like they will be countertrend at this point.