



# Base Morning Technical Report

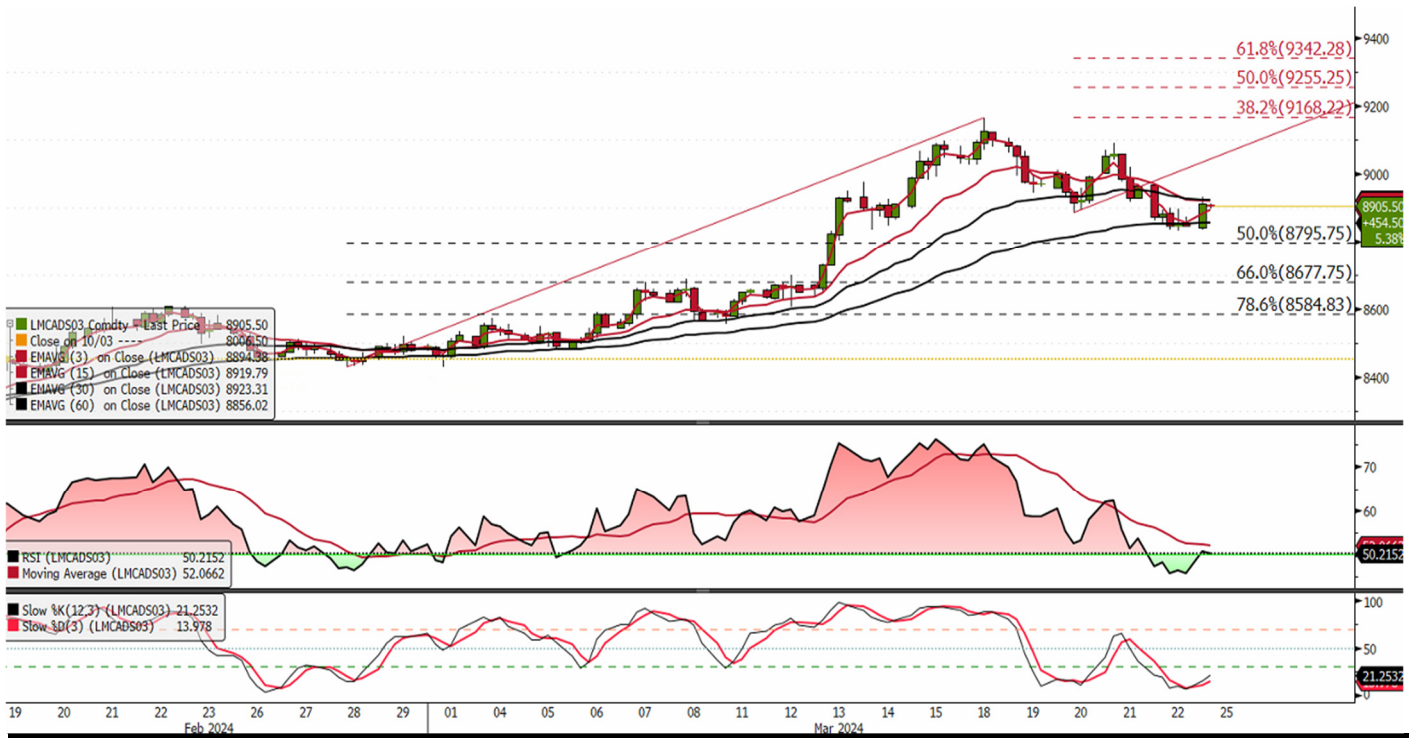
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Cu/Al

Commodities will advance this year as central banks in the US and Europe move to reduce interest rates, helping to support industrial and consumer demand, according to Goldman Sachs Group Inc.

Raw materials may return 15% over 2024 as borrowing costs come down, manufacturing recovers, and geopolitical risks persist, analysts including Samantha Dart and Daan Struyven said in a March 24 note. Copper, aluminum, gold and oil products may climb, according to the bank, which also stressed the need for investors to be selective as gains wouldn't be universal.(Bloomberg)

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	8,883	R1	8,948	Stochastic oversold	
S2	8,795	R2	8,905		
S3	8,677	R3	9,164.5		

## Synopsis - Intraday

Source Bloomberg

- Price is between the EMA support band (Black EMA's)
- The RSI at 50 (50)
- Stochastic is oversold
- Price is above the daily pivot point USD 8,883
- Technically bullish on Friday, The MA on the RSI continued to warn of momentum weakness with price trading below the USD 8886.5 fractal low, meaning we were not in a bullish impulse wave 5, but remained in a corrective wave 4. We were trading below the weekly pivot (USD 8,909), a close on the daily candle below this level would warn that Fibonacci support could come under pressure. We noted that if we did trade below USD 8,677 it would warn that the probability of the futures trading to a new high had started to decrease. Elliott wave analysis continued to suggest that the downside move looked like they could be countertrend. The futures traded lower to close at USD 8,866.5; however, we have seen bid support on the Asian open. We remain between the EMA support band with the RSI neutral at 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 8,883 with the RSI at or above 54 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 8,677 will support a bull argument, below this level the technical will have a neutral bias.
- The futures remain technically bullish but in a corrective phase with price below the new weekly pivot level (USD 8,948), warning that Fibonacci support remains vulnerable. A close on the daily candle above this level will imply buy side pressure is increasing, meaning the USD 9,091 fractal resistance could come under pressure. If broken, then we target the USD 9,164.5 fractal high. The MA on the RSI is now flat, suggesting sell side momentum is starting to slow down. Based on our Elliott wave analysis we maintain our view that downside moves look like they could be countertrend at this point.

# Aluminium Morning Technical (4-hour)



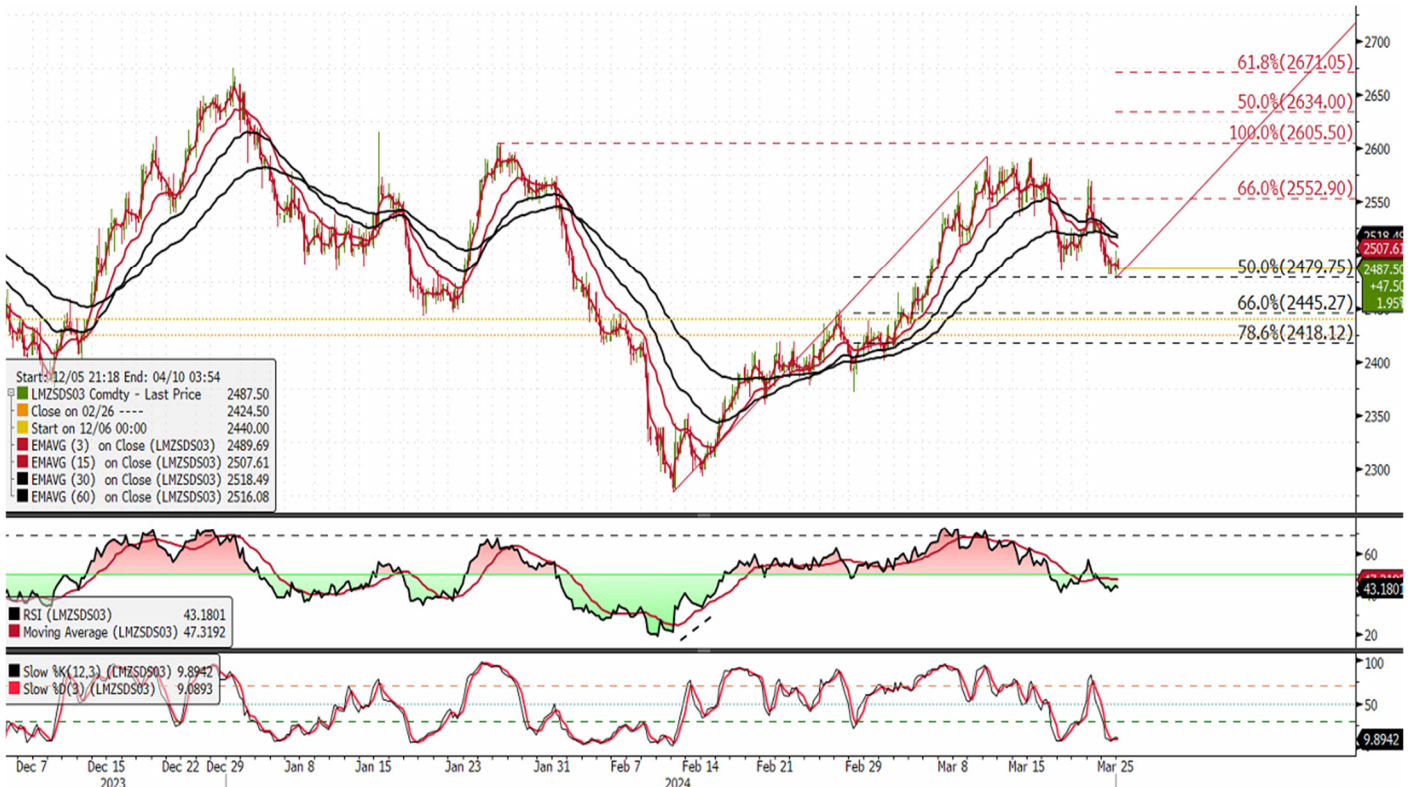
Support	Resistance	Current Price	Bull	Bear
S1	R1	2,305	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (59)
- Stochastic is overbought
- Price is below the daily pivot point USD 2,300
- Technically bullish with price moving lower on Friday, the MA on the RSI was starting to flatten, implying buy-side momentum is slowing. The RSI high warned that we still have the potential for one more test to the upside; however, if we did trade below the USD 2,268 level, then the probability of the futures trading to a new high would start to decrease. Downside moves that hold at or above USD 2,223 would support a longer-term bull argument, warning that there was potentially a larger bull cycle in play. Having traded to a low of USD 2,281 the futures found bid support, resulting in price trading to a new high. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 2,300 with the RSI at or below 58 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,272 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the upside move to a new high means that the futures are now in divergence with the RSI. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown, which will need to be monitored. For this reason we are now cautious on upside moves at these levels, as the futures are starting to look vulnerable to a technical pullback.

# Zinc Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,487.5		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 (42)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,499
- Technically bullish on Friday with our intraday Elliott wave analysis suggesting downside moves looked to be countertrend. We got caught out on this one previously, as price and momentum were aligned to the buy side with the USD 2,555 resistance being broken, suggesting we could move higher. However, we remained in a corrective phase with the RSI back below its MA, the average was warning of light momentum support, implying caution on the move lower in the near-term. Although the USD 2,552 resistance was back in play, we noted that the futures needed to trade above the USD 2,571.5 fractal resistance to support a bull move higher. The futures have seen a small move lower with price back below the USD 2,485 fractal support. 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 2,499 with the RSI at or above 49.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,445 will support a bull argument, below this level the technical will have a neutral bias. Likewise, upside moves that fail at or below USD 2,552 will leave the futures vulnerable to further tests to the downside, above this level the USD 2,592 fractal high will start to look vulnerable.
- Technically bullish but in a corrective phase, our intraday Elliott wave analysis continues to suggest that downside moves have the potential to be countertrend. The new low means that we now have a marginal positive divergence with the RSI; not a buy signal, it is a warning that we could see a momentum slowdown which will need to be monitored, suggesting caution on downside moves at this point.

# Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	17,019	R1	17,273	17,155	Stochastic oversold	RSI below 50
S2	16,719	R2	17,662			
S3	16,210	R3	17,837			

## Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (37)
- Stochastic is oversold
- Price is below the daily pivot point USD 17,273
- Technically bearish last week, the move lower in the Asian day session meant that the futures were now in divergence with the RSI, warning we had the potential to see a momentum slowdown. We had a 5-wave pattern lower with price in divergence, indicating we looked to be on a corrective Elliott wave A, suggesting upside moves looked like they could be countertrend, making USD 18,126 the key resistance to follow, if broken then the probability of the futures trading to a new low would start to decrease. We were cautious on downside moves at these levels due to the divergence. The futures have seen a small move lower with price remaining below the resistance band supported by the RSI below 50, intraday price and momentum are conflicting, as the previous candle closed above the daily pivot level.
- A close on the 4-hour candle above USD 17,273 with the RSI at or above 42.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or below USD 17,019 will warn that there could be a larger bull cycle in play, below this level the USD 16,205 fractal support will start to look vulnerable. Likewise, upside moves that fail at or below USD 18,075 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical this morning, the futures remain in divergence within a 5-wave pattern lower. This suggests that we look to be still in a corrective wave-A, the divergence is implying caution on downside moves at this point, as upside moves look like they could be countertrend. The MA on the RSI is now flat, indicating that sell side momentum is slowing down .

# Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,031	R1	2,038	Stochastic oversold	RSI below 50
S2	2,008	R2			
S3	1,970	R3			

## 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 2,044
- Technically bearish last Friday, the MA on the RSI was starting to flatten whilst the 1-hour RSI remained in divergence, meaning we maintained a cautious view on downside moves at these levels. Due to the RSI making a new low on the 20/03 we maintained our view that upside moves looked like they could be counter-trend at this point. The futures have continued to move lower with price remaining 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 2,044 with the RSI at or above 40.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 2,124 will leave the futures vulnerable to further tests to the downside.
- Unchanged on the technical today, we remain bearish with the MA on the RSI still flat, suggesting sell side momentum is slowing down. The 1-hour RSI is still in divergence warning we are vulnerable to a momentum slowdown, suggesting caution on downside moves at these levels.