



Base Morning Technical Report

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China

President Xi Jinping will unveil his long-term vision for China's economy as he wraps up a twice-a-decade conclave on reform, days after unexpectedly weak growth figures piled pressure on Beijing to act urgently to reinvigorate domestic demand.

The ruling Communist Party is set to publish a document on Thursday — typically written in cryptic and sweeping language — offering the first glimpse of what some 400 officials discussed behind closed doors during the four-day meeting in Beijing. Normally, that communique is fleshed out days later by a more detailed report.

Policies are likely to be centered around the Chinese leader's twin quests for technology-driven "high-quality growth" and "Chinese-style modernization" — vague slogans that signal Xi's desire to build a more equitable society driven by advanced manufacturing that gives Beijing resilience against US trade curbs. (Bloomberg).

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,591	R1 9,654	9,639	RSI below 50	Stochastic oversold
S2	9,556	R2 9,720			
S3	9,530	R3 9,758			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- The RSI below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot point USD 9,654
- Technically bearish yesterday, the MA on the RSI warned that momentum remained weak. Intraday Elliott wave analysis on a lower timeframe cycle warned that upside moves should be considered as countertrend, implying we could have one move test to the downside. However, a new low would create a positive divergence with the RSI on the 30-min chart, implying caution on downside breakouts. The lower timeframe wave cycle implied that we had the potential to trade as low as USD 9,530 within this phase of the cycle. A cautious bear below the USD 9,626 fractal low.
- The futures traded to a high of USD 9,737.5 before selling below the USD 9,626 fractal support. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 9,654 with the RSI at or above 43.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 9,810 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 indicating that momentum remains weak at this point. Our intraday Elliott wave analysis suggests that we have the potential to trade as low as USD 9,556 within this phase of the cycle; however, we are now in divergence with the RSI. Not a buy signal, it is a warning that we have the potential to see a momentum slowdown which will need to be monitored. A cautious bear at these levels due to th divergence in play.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,371	R1	2,409	Stochastic oversold	RSI below 50
S2	2,312	R2			
S3	2,290	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (34)
- Stochastic is oversold
- Price is on/above the daily pivot point USD 2,408
- Technically bearish yesterday, the MA on the RSI implied that momentum remained weak. The Elliott wave extension to the downside suggested that intraday upside moves should be considered as countertrend, making USD 2,460 the key resistance to follow. If we did trade above this level, then the probability of the futures trading to a new low would start to decrease.
- The futures sold to a low of USD 2,394 on the Asian open; however, we are now seeing light bid support. Price is below all key moving averages with the RSI below 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 2,408 with the RSI at or above 36 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 2,457 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 warning that momentum remains weak at this point; however, the RSI is now testing the MA resistance. Intraday Elliott wave analysis is suggesting that upside moves should be considered as countertrend, making USD 2,457 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease. The 1-hour RSI is now in divergence, warning sell side momentum could slowdown, meaning we are cautious on downside moves at these levels.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,834	R1	2,837	Stochastic oversold	RSI below 50
S2	2,798	R2			
S3	2,737	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (35)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,862
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak. Having rejected the USD 3,032 resistance, the downside moves resulted in the RSI making new lows, whilst the intraday Elliott wave cycle suggested that intraday upside moves looked like they could be countertrend. Key support remained unchanged at USD 2,834, below this level would imply that there could be a larger, bearish Elliott wave cycle in play.
- The futures continued to sell lower with price breaching the USD 2,834 support on the Asian open. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,862 with the RSI at or above 43 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 2,923 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the move below USD 2,834 warns that there is potentially a larger bearish Elliott wave cycle in play. The MA on the RSI implies that momentum remains weak; however, the futures are starting to see light bid support on the back of a positive divergence on the 1-hour RSI. Intraday Elliott wave analysis continues to suggest that upside moves should be considered as countertrend. Like AI, we are cautious on downside moves at these levels due to the divergence that is in play.

Nickel Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,525	Stochastic oversold	RSI below 50
S2	R2			
S3	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 16,548
- Technically bearish yesterday, the MA on the RSI was flat, implying momentum was neutral. We remained in divergence with the RSI, implying caution on downside moves at these levels. Intraday Elliott wave analysis continued to suggest that we had the potential to trade as low as USD 15,260 within this phase of the cycle; however, due to the divergence in play, we maintained our view that the futures are not considered a technical sell.
- We have seen a small move lower with price remaining below all key moving averages whilst the RSI is below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 16,548 with the RSI at or above 40 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 17,203 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 today. We remain bearish with intraday Elliott wave analysis suggesting we could trade as low as USD 15,260 within this phase of the cycle; however, we are in divergence with the RSI, meaning the futures are not considered a technical sell at these levels.

Lead Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	2,178	R1	2,191	2,201.5
S2	2,156	R2	2,229	
S3	2,143	R3	2,242	

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is at 50 (50)
- Stochastic is below 50
- Price is above the daily pivot point USD 2,196
- Technically bearish yesterday, the MA on the RSI was flat, implying momentum was neutral. The futures were in divergence with the RSI, not a buy signal, it warned that we had the potential to see a momentum slowdown. For this reason, we were cautious on downside moves.
- The futures traded to a high of USD 2,224.5 but the intraday move failed to hold; however, we are seeing bid support again this morning. Price is 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 USD 2,196 with the RSI at or below 44.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,228 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Note: key longer-term resistance remains unchanged at USD 2,242.
- Technically bearish, the futures are finding bid support of the positive divergence highlighted yesterday. The MA on the RSI is implying we have light momentum support, if we close on the current candle above USD 2,203.5 it will warn that the USD 2,228 resistance could come under pressure. If broken, then the probability of the futures trading to a new low will start to decrease; however, a rejection of this level will imply that there could be a larger, bearish, Elliott wave cycle in play.

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