

## China

Profits at China's industrial companies rose at the fastest pace in five months in July, though weak domestic demand is calling into question whether their resilience can last.

Industrial profits at large Chinese companies expanded 4.1% on year, the National Bureau of Statistics said in a statement Tuesday, after a 3.6% gain the previous month. (Bloomberg).

## Cu

BHP Group Ltd. will focus on boosting returns from its burgeoning copper portfolio, the world's biggest miner said on Tuesday, as it bets long-term gains for the crucial new-energy metal will help offset declining returns from iron ore as Chinese demand cools.

Chief Executive Officer Mike Henry, announcing full-year profit broadly in line with market expectations, underlined the mining giant's efforts to double down on its own projects and mines — even after appetite for the red metal motivated last month's acquisition of Filo Corp. jointly with Lundin Mining Corp., and, earlier in the year, the failed \$49 billion effort to take over smaller rival Anglo American Plc.

"The Plan A for BHP was never about acquisitions and it wasn't about that specific opportunity," Henry told Bloomberg Television, when asked if the company could revive its Anglo bid. "It was about everything that you see in this set of results, which is focusing — first and foremost — on ensuring that we're getting the most out of our capital." (Bloomberg)

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,284	R1	9,353	RSI above 50	Stochastic overbought
S2	9,241	R2			
S3	9,210	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- The RSI above 50 (63)
- Stochastic is overbought
- Price is above the daily pivot point USD 9,241
- Technically bearish on the last report (09/08/24), the failure to trade to a new low meant that in theory the upside move was considered as countertrend (based on our Elliott wave analysis). The MA on the RSI did indicate that we had light momentum support having moved higher on the positive divergence, making USD 9,115 the key resistance to follow. If we traded above this level, then the probability of the futures trading to a new low would start to decrease. We were entering the EMA resistance band with price testing the Fibonacci resistance zone, warning we could start to find market sellers if we move much higher.
- Having consolidated for 3 sessions within the resistance band, the futures found further bid support, resulting in price trading to new highs, the technical is now bullish.
- We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 9,210 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are now above the intraday 200-period MA (USD 9,318). Lower timeframe intraday Elliott wave analysis suggests that we have the potential to trade as high as USD 9,477 within this phase of the cycle; however, the RSI is testing resistance, warning upside moves could fail to hold in the near-term. A close below that holds below the USD 9,318 level on the 4-hour candle will warn that support levels could come under pressure, below USD 9,120 the intraday technical will be bearish. A cautious bull at these levels due to the RSI resistance.

# Aluminium Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,519	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (66)
- Stochastic is overbought
- Price is on the daily pivot point USD 2,521
- Technically bearish on the previous report (09/08/24), the MA on the RSI indicated that we had light momentum support. The close above the bearish rejection candle warning that the Fibonacci resistance zone could come under pressure. However, intraday Elliott wave analysis did suggest that upside moves looked to be considered as countertrend, whilst the RSI was approaching a resistance zone. Price action implied that we should move higher in the near-term, wave analysis indicated that the upside move could struggle to hold. However, if we did trade above the USD 2,394 level, then the probability of the futures trading to a new low would start to decrease.
- The futures continued to move higher with price trading above the USD 2,394 resistance, meaning the technical has a neutral bias. We are above all key moving averages with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,521 with the RSI above 70 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 65.5 will mean it is aligned to the sell side. Downside moves that hold at or above USD 2,335 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the probability of the futures trading to a new low has started to decrease, above USD 2,561.5 the intraday technical will be bullish. The strength of the upside move is warning that we could trade above the USD 2,561.5 resistance; however, the RSI is now in divergence, meaning we are cautious on moves higher at these levels in the near-term, as the futures are vulnerable to an intraday pullback. Lower timeframe Elliott wave analysis is suggesting that downside moves look like they could be countertrend. A cautious bull, the technical is suggesting that we could soon see an intraday pullback.

# Zinc Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,917	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 (68)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,896
- Technically bearish with a neutral bias on the last report (09/08/24), the move above USD 2,664 meant that the probability of the futures trading to a new low had started to decrease. The MA on the RSI indicated that we had momentum support, whilst above USD 2,724 the intraday technical would be bullish. However, we were trading in a small resistance zone, warning the futures were vulnerable to an intraday pullback, making USD 2,599 the key support to follow. If we held above this level, it would warn that the USD 2,724 resistance could be tested and broken.
- We continued to move higher with price now in bullish territory. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,759 will support a bull argument, below this level the technical will have a neutral bias.
- A close on the 4-hour candle below USD 2,896 with the RSI at or below 64 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,759 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating that momentum is supported at this point. The futures are now trading in a resistance zone that formed in the first two weeks of July, whilst the daily RSI is also approaching resistance. This is not a sell signal, but it is warning that buy side momentum has the potential to slowdown, implying caution on upside moves. Corrective moves lower that hold at or above USD 2,759 will warn that there is potentially a larger bull cycle in play, below this level the probability of the futures trading to a new high will start to decrease.



# Nickel Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,900	RSI above 50	
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (57)
- Stochastic is above 50
- Price is above the daily pivot point USD 16,168
- Technically bearish previously (09/08/24), the MA on the RSI was starting to turn higher, implying we had light momentum support; however, the EMA band remained flat, suggesting we still lacked directional bias. Price was testing the USD 16,494 resistance, if broken then the probability of the futures trading to a new low in the near-term would start to decrease; we noted that this would indicate that the corrective move higher was becoming more complex, making USD 16,920 the next key level to follow. If broken, it would bring into question the longer-term bearish Elliott wave cycle. The futures were at an inflection point, with focus on the USD 16,494 resistance.
- Having consolidated for two weeks the futures broke to the upside on the 19/08, resulting in price trading above the USD 16,920 resistance. The loner-term Elliott wave cycle now has a neutral bias. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 16,727 with the RSI at or below 52 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 16,334 will support a near-term bull argument, if broken, it will warn that the USD 16,080 fractal support could be tested and broken.
- Technically bearish with a neutral bias, the probability of the futures trading to a new low has started to decrease, bringing into question the longer-term bearish Elliott wave cycle. The technical is neutral; however, above USD 17,080 the futures will be in divergence with the RSI. Not a sell signal it is a warning we could see a momentum slowdown, implying caution on upside breakouts.

# Lead Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,120	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (63)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,100
- Technically bearish on the last report (09/08/24), the futures were moving higher due to the divergence, the MA on the RSI indicated that momentum was supported. Our intraday Elliott wave analysis indicated that the move higher looked like it could be countertrend, making USD 2,044 the key resistance to follow. A move above this level would warn that the probability of the futures trading to a new low would start to decrease.
- We have continued to trade higher with the intraday technical in bullish territory. Price is 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 2,100 with the RSI at or below 57.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 1,986 will support a longer-term bull argument, if broken, the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is indicating that momentum is neutral at this point. The RSI is testing resistance whilst the 1-hour RSI is in divergence. Not a sell signal, it is a warning that we could see a momentum slowdown, implying caution on upside moves at these levels. Key support is at USD 1,986, corrective moves below this level will mean that the probability of the futures trading to a new high will start to decrease.

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