



Base Morning Technical Report

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Metals

Copper and iron ore declined, with risk appetite low as traders wait for the Federal Reserve's rate-cut decision.

While the US central bank is expected to start its long-anticipated pivot to lower borrowing costs later Wednesday, investors are still debating whether it will unveil a quarter- or half-point reduction.

The trajectory of Fed easing is important for metals, which have wavered in recent months on uncertainty over the state of the US economy and concerns over softness in global factory activity. Still, most base metals remain higher than where they opened 2024.(Bloomberg).

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,246	R1	9,321.5	RSI above 50	
S2	9,178	R2			
S3	9,246	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (55)
- Stochastic is above 50
- Price is below the daily pivot point USD 9,387
- Technically bullish yesterday, the MA on the RSI continued to suggest that momentum was supported. Intraday Elliott wave analysis indicated that downside moves looked like they should be countertrend. A close below the last dominant bull candle (USD 9,321) will indicate that sell side pressure is increasing, warning we could be entering a corrective phase, making USD 9,086 the key support to follow. Below this level the probability of the futures trading at a new high would start to decrease.
- The futures have started to correct but we are yet to close below the USD 9,321 level. We remain above 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 9,387 with the RSI at or above 61.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 9,086 will support a near-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is now flat, implying momentum is neutral. Our intraday Elliott wave analysis suggests that the current move lower looks to be countertrend; we have not closed below USD 9,321 level, but we are in a corrective wave 4. Intraday price action is a little overextended to the downside in the very near-term, after selling lower in the Asian day session; however, upside moves that fail to close above the daily pivot level (USD 9,387) will warn that there is the potential for further downside within this corrective phase.

Aluminium Morning Technical (4-hour)



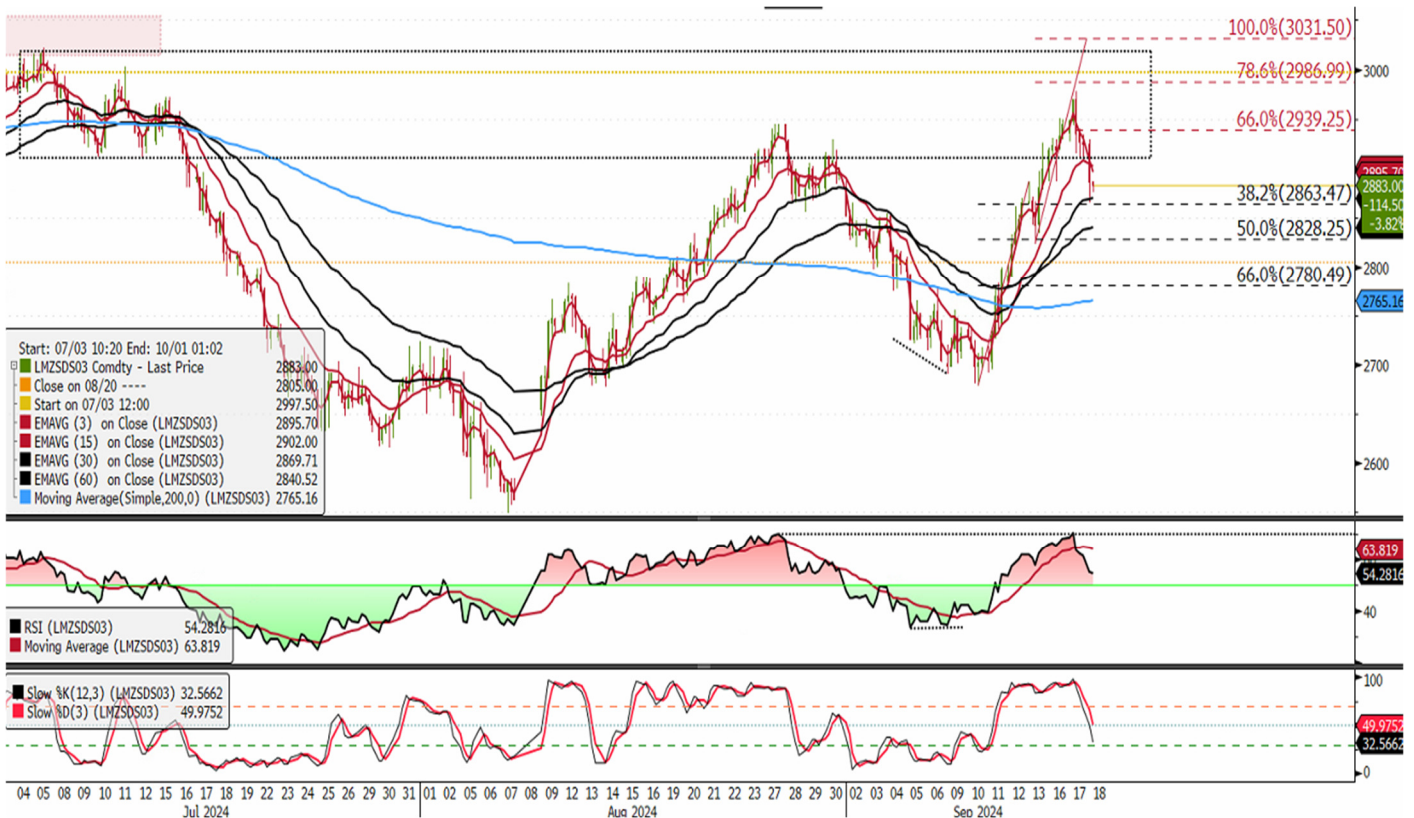
	Support	Resistance	Current Price	Bull	Bear
S1	2,461	R1	2,493	RSI above 50	
S2	2,436	R2			
S3	2,401	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (61)
- Stochastic is above 50
- Price is below the daily pivot point USD 2,517
- The futures remained bearish with a neutral bias yesterday, the MA on the RSI continued to suggest that momentum was supported. As noted previously, the RSI had broken near-term resistance, implying intraday downside moves had a greater chance of being countertrend. However, the intraday RSI continued to test resistance whilst the daily RSI would be in divergence above USD 2,554, implying caution on upside breakouts above this level in the near-term. Price action was bullish, the rejection candle on Monday warned that there was sell side pressure in the market, whilst a daily divergence above USD 2,554 meant we had a note of caution on upside moves.
- The futures have entered a corrective phase having rejected the RSI resistance. We remain above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,517 with the RSI at or above 73 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,401 will support a near-term bull argument, if broken, the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI is flat, implying momentum is neutral. As noted previously, with the RSI breaking resistance on the move higher, the downside move now has a greater chance of being countertrend, making USD 2,401 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease. Like copper, the very near-term price action is looking oversold; however, intraday upside moves that fail to close above the daily pivot level (USD 2,517), will warn that there could be further downside within this corrective phase.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,863	R1	2,928	RSI above 50	
S2	2,823.5	R2	2,939		
S3	2,780	R3	2,986		

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (54)
- Stochastic is at 50
- Price is below the daily pivot point USD 2,928
- Technically bullish yesterday, the futures were now in divergence on the 4-hour and lower timeframe charts, not a sell signal, it warned that we could see a momentum slowdown. The MA on the RSI was starting to flatten, implying we had light momentum support. Downside moves below USD 2,823.5 would mean that the intraday technical is bearish, whilst USD 2,771 was the key support on the Elliott wave cycle. Corrective moves that hold at or above this level would warn that there was potentially a larger bull cycle in play. Due to the multiple timeframe divergences, we now have a note of caution on upside moves at these levels.
- The futures have now entered a corrective phase. We are above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,928 with the RSI at or above 66 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,771 will warn that there is a higher timeframe Elliott wave cycle in play, if broken, then the probability of the futures trading to a new high will start to decrease.
- The technical is bullish but with a neutral bias, below USD 2,823.5 it will be bearish. As noted previously, key support to follow from an Elliott wave perspective is USD 2,780; downside moves that hold this level will warn that there is a larger bullish Elliott wave cycle in play, if broken, then the USD 2,679 fractal low will become vulnerable. Key near-term resistance is at USD 2,939, upside moves that fail at or below this level will warn that there could be further downside within the corrective phase. We are cautious on intraday upside moves in the near-term, as this corrective move should consist of 3-waves.

Nickel Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	16,075		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 (48)
- Stochastic is above 50
- Price is below the daily pivot point USD 16,208
- Technically bullish yesterday, the MA on the RSI indicated that we had light momentum support. However, the futures were now testing the intraday 200-period MA (USD 16,317), a close above that held above the average would further support a buyer's argument. Likewise, a rejection of the average would leave support levels vulnerable. Bullish, the futures were at an inflection point, as we were testing a benchmark average.
- The futures have rejected the 200-period MA (USD 16,318), resulting in price trading into the Fibonacci support zone. We are below the EMA resistance 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 16,208 with the RSI at or above 53 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 16,027 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the MA on the RSI indicates that we have light momentum support; however, the RSI is below the average, warning buyside momentum is slowing. Below USD 16,027 will warn that the probability of the futures trading to a new high has started to decrease, meaning there could be a larger, bearish Elliott wave cycle in play. We are now trading in the small consolidation zone that formed between the 11/12-09, meaning we do have a note of caution on downside moves at this point.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	1,985	R1	2,003	Stochastic oversold	RSI below 50
S2	1,970	R2			
S3	1,946	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is above 50 (45)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,022
- Technically bearish with a neutral bias yesterday, the MA on the RSI is implying that we had light momentum weakness. Price is moving lower on the negative divergence with the RSI, the rejection of the USD 2,064 level warned that there was potentially a larger bearish Elliott wave cycle in play. Below USD 2,012 the intraday technical will be bearish; however, corrective moves that hold at or above USD 1,985 would warn that there is a larger, bullish Elliott wave cycle in play. We have now completed a lower timeframe Elliott wave cycle, warning that the USD 2,012 fractal support could be tested and broken. If it was, then we target the USD 1,985 support. We are cautious on upside moves at these levels, as they could struggle to hold.
- The futures have sold below the USD 2,012 support, meaning the intraday technical is bearish. We are below the EMA resistance 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 2,022 with the RSI at or above 56.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 1,985 will warn that there is a higher timeframe bullish Elliott wave cycle in play, if broken the USD 1,946 support will start to look vulnerable. Likewise, upside moves that fail at or below USD 2,040 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 weak, warning upside moves could struggle to hold in the near-term. However, the 1-hour RSI is in a support zone that formed between the 4th-9th/09, warning we are vulnerable to an intraday test to the upside today.

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