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(Bloomberg) -- Copper rose with other industrial metals following a report of a possible fresh announcement of Chinese stimulus totaling 10 trillion yuan (\$1.4 trillion), as investors also prepare for next week's Federal Reserve rate decision.

The fiscal stimulus may be approved at a meeting by China's top legislative body to be held Nov. 4-8, according to a Reuters report on Tuesday. That would help support the metal, which has retreated from a record high in May amid concerns about demand recovery in the top metals consuming country.

Investors are also assessing the likely path of US rate cuts. The central bank's next policy meeting is on Nov. 6-7, and traders will be scrutinizing more economic data due later this week — including inflation and payroll figures — that may offer clues on the Fed's easing trajectory into 2025.

There are signs that copper demand in China weakened even during the recent usual peak season. Spot copper last week traded at a 70 yuan-a-ton discount to the futures benchmark — the widest in three months — pointing to ample immediate supplies.

Copper may fluctuate at an elevated level amid optimism on the macro side, despite the lack of support from physical demand, Jinrui Futures Co. said in a note.

Prices of copper rose 0.3% to \$9,555 a ton on the London Metal Exchange as of 10:30 a.m. in Singapore. Aluminum gained 0.4%, while other metals were also higher.

Iron ore edged down 0.3% to \$103.30 a ton in Singapore.

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,481	R1	9,518		RSI below 50
S2	9,435.5	R2			
S3	9,354	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- The RSI below 50 (46)
- Stochastic is below 50
- Price is below the daily pivot point USD 9,570
- Unchanged yesterday, we were bullish but in a corrective phase, price action was neutral as we remained within the symmetrical triangle. We noted that a close outside that held outside of the triangle (USD 9,476 – USD 9,571) should give us near-term directional bias. Elliott wave analysis continued to suggest that downside moves should be considered as countertrend, making USD 9,354 the key support to follow.
- The futures had a break to the upside yesterday; however, the move failed to hold above trend resistance, meaning price is back in the symmetrical triangle. 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 9,570 with the RSI at or above 50 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 9,354 will support a bull argument, below this level the technical will have a neutral bias. Conversely, upside moves that fail at or below 9,887 will warn that there could be a larger bearish Elliott wave cycle in play.
- Unchanged again, we remain bullish but in a corrective phase with price within the symmetrical triangle, meaning price action is neutral. The upside fake-out yesterday does warn that the USD 9,481 trend support could come under pressure; however, near-term directional bias will come from a close outside that holds outside the symmetrical triangle (USD 9,481 – USD 9,543). Intraday Elliott wave analysis indicates that downside moves should in theory be countertrend, whilst key support is at USD 9,354.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,601	R1	2,662	RSI above 50	
S2	2,579	R2			
S3	2,543	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (54)
- Stochastic is above 50
- Price is above the daily pivot point USD 2,658
- Technically we maintained a neutral view yesterday, we noted that it looked like we could potentially form another symmetrical triangle; however, we lack defined points within the pattern at that point.
- The futures had a small test to the upside, but the move failed to hold. Price is above the EMA support band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,658 with the RSI at or above 55.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 51 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,601 will support a bull argument, below this level the technical will have a neutral bias.
- Technically we are bullish, the MA on the RSI is implying we have light momentum support. As noted previously, the upside move was against our Elliott wave expectations, whilst price had broken key support and resistance levels. From a technical perspective, we have a neutral view; however, we do have a note of caution on upside breakouts above USD 2,715, as the futures on the daily timeframe are in divergence with the RSI, suggesting upside breakout could struggle to hold.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,043	R1	3,116	RSI above 50	
S2	2,977	R2			
S3	2,955	R3			

Source Bloomberg

Synopsis - Intraday

- Price is between the EMA support band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is above 50
- Price is above the daily pivot point USD 3,132
- Technically we remained bullish with a neutral bias yesterday. As noted previously, based on the depth of the downside move and the bearish rejection candle, we remained cautious on upside moves. The MA on the RSI warned that momentum remained weak; however, the RSI was above its average.
- The futures are consolidating around the EMA support band, the RSI is near-neutral whilst intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 3,132 with the RSI at or below 47.5 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Upside moves that fail at or below 3,199 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory.
- Unchanged on the technical today, we remain bullish with a neutral bias, the MA on the RSI is implying we have light momentum support. However, we remain cautious on upside moves due to the depth of the pullback alongside the bearish rejection candle on the daily timeframe. The technical suggests that upside moves could struggle to hold.

Nickel Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	15,935	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 15,941
- Technically bearish yesterday, we noted that the divergence looked like it may have failed (if it had, it is very marginal); however, we were currently on the support line, meaning we remained cautious on downside moves. In theory, we could trade as low as USD 15,290 within this phase of the cycle, the reality, to do this would create further downside wave extensions. We maintained our view that upside moves looked like they could be countertrend.
- The futures are consolidating with the RSI holding above the support line. We are below the EMA resistance band with the RSI below 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle below USD 15,941 with the RSI at or below 31 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Upside moves that fail at or below 17,241 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, we are now consolidating due to the RSI support, meaning we maintain a cautious view on downside moves at these levels. However, our intraday Elliott wave analysis continues to suggest that upside moves look like they could be countertrend, making USD 17,241 the key resistance to follow.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,011	R1	2,020	Stochastic oversold	RSI below 50
S2	2,007	R2			
S3	1,993	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (41)
- Stochastic is oversold
- Price is above the daily point USD 2,011
- Technically bullish with a neutral bias, the MA on the RSI implied that momentum was weak. The RSI had broken near-term support, warning that upside moves had the potential to be countertrend, meaning we remained cautious on moves higher.
- The futures traded to a low of USD 1,996 before finding light bid support on the Asian open. We remain below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,011 with the RSI at or below 35.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,071 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bullish with a neutral bias, the probability of the futures trading to a new high has started to decrease. As noted previously, due to the RSI breaking support on the downside move, we now have a note of caution on upside moves in the near-term, as the technical is warning that they could struggle to hold.

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