



Base Morning Technical Report

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Metals

(Bloomberg) -- Industrial metals declined across the board as investors grapple with the uncertainty of the Trump administration's tariffs, while signs of weakness in China's economy added to the murky outlook for global growth.

Chinese inflation figures released on Sunday pointed to stubborn weakness in demand as the world's second-biggest economy struggles through a yearslong property crisis. At the same time, President Donald Trump warned the US economy faces a "period of transition," following market turmoil fueled by his trade policies.

Copper extended its slide from a four-month high, dropping 0.3% to \$9,588 a ton by 10:23 a.m. Shanghai time on the London Metal Exchange. Aluminum also declined, while iron ore futures in Singapore eased to \$100.40 a ton.

Industrial commodities have so far been reasonably resilient in the face of the trade wars unleashed by Trump since he assumed office in January. The LME Index of six base metals touched its highest in nearly five months on March 6, and copper is up over 9% to date this year.

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear	
S1	9,532	R1	9,573.5	RSI above 50		
S2	9,466	R2				9,624
S3	9414	R3				9,676

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (54)
- Stochastic is below 50
- Price is below the daily pivot point USD 9,624
- Technically bullish on Friday, the MA on the RSI implied that momentum was supported, whilst lower timeframe Elliott wave analysis suggested downside moves should be considered as countertrend. If we did trade below the USD 9,466 then the probability of price trading to a new high would start to decrease.
- The futures remain in a corrective phase with price now below the linear regression line. 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 9,624 with the RSI at or above 58 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 9,466 will support a bull argument, below this level, the near-term technical will have a neutral bias.
- Technically bullish but in a corrective phase, the MA on the RSI implies that we have light momentum weakness; however, lower timeframe Elliott wave analysis indicates that the move lower looks to be countertrend, making USD 9,466 the key support to follow. If broken, then the probability of price trading to a new high will start to decrease; conversely, upside moves that fail at or below USD 9,676 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	R1	2,692	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA Support band (Black EMA's)
- RSI is above 50 (59)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,691
- Technically bullish on the last report, the MA on the on the RSI implied that momentum remained supported. Lower timeframe Elliott wave analysis suggested that downside moves should be considered as countertrend, making USD 2,633 the key support to follow. A move below this level would indicate that the probability of the futures trading to a new high would start to decrease.
- Sideways action on Friday has been followed by a small move lower on the open. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,691 with the RSI at or above 64.5 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 above USD 2,636 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical this morning, we remain bullish with the MA on the on the RSI starting to flatten, implying buy side momentum has started to soften. Lower timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 2,636 the key support to follow. A move below this level will indicate that the probability of the futures trading to a new high will start to decrease.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,849	R1	2,894		
S2	2,833	R2	2,908		
S3	2,807	R3	2,931		

Source Bloomberg

Synopsis - Intraday

- Price is between the EMA Support band (Black EMA's)
- RSI is at 50 (50)
- Stochastic is below 50
- Price is below the daily pivot point USD 2,894
- Technically bullish on Friday, the MA on the RSI implied momentum was supported, whilst lower timeframe Elliott wave analysis suggested downside moves should be considered as countertrend, making USD 2,849 the key support to follow. Below this level the probability of the futures trading to a new high would start to decrease.
- The futures have entered a corrective phase with price trading in the Fibonacci support zone. We are between the EMA support band with the RSI neutral at 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,894 with the RSI at or above 62.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,849 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 implied that we now have light momentum weakness. Our intraday Elliott wave analysis continues to suggest that downside moves look like they should be countertrend; however, we are now approaching the USD 2,849 support. If broken, then the probability of the futures trading to a new high will start to decrease; likewise, upside moves that fail at or below USD 2,905 will warn that there is further downside within this corrective phase. The USD 2,849 support is looking vulnerable, indicating the futures are approaching an inflection point.

Nickel Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	16,386	R1	16,440	RSI above 50	Stochastic overbought
S2	16,134	R2			
S3	15,997	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (64)
- Stochastic is overbought
- Price is above the daily pivot point USD 16,386
- Technically bullish on Friday. We noted that had been caution on moves higher in recent days due to the multiple divergences that have been in play. However, the upside move had resulted in the final divergence failing, suggesting there was a higher timeframe Elliott wave cycle in play. The divergence failure meant that we now had a note of caution on moves lower. If we did trade below USD 15,758, then the probability of the futures trading to a new high would start to decrease.
- The futures continued to move higher due to the divergence failure. We remain above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 16,386 with the RSI at or below 60.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 15,811 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported. The divergence failures last week implies we are looking at a higher timeframe Elliott wave cycle in play, suggesting downside moves should in theory be counter-trend, making USD 15,811 the key support to follow. If broken, then the probability of the futures trading to a new low will start to decrease. A close below the low of the last dominant bull candle (USD 16,240) will indicate that sell side pressure is increasing, warning we are in the early stages of a corrective phase.

Lead Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,023	R1	2,034	RSI above 50	Stochastic overbought
S2	2,007	R2			
S3	1,998	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (58)
- Stochastic is below 50
- Price is above the daily point USD 2,023
- Technically bullish but in a corrective phase on Friday, the rejection candle had closed back in the Bollinger band followed by a lower candle close, meaning the Fibonacci support zone was starting to come under pressure. As noted previously, the RSI break above the near-term resistance (red line), suggests downside should in theory be countertrend, making USD 2,007 the key support to follow. However, if broken, then the probability of the futures trading to a new high would start to decrease.
- The corrective move has held above the USD 2,0017 level and the EMA support band, the RSI is above 50 with price and momentum aligned to the buy side.
- A close on the 4-hour candle below USD 2,023 with the RSI at or above 57 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,007 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies we have light momentum weakness; however, price has held above key support with the futures approaching the USD 2,040 resistance. If rejected, it will warn that there could be futures downside within the corrective phase; likewise, a move above this level will warn that the USD 2,054.5 fractal high could be tested and broken.

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