



# Base Morning Technical Report

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## Copper

(Bloomberg) -- Copper will hit \$10,000 a ton in the coming three months, according to Citigroup Inc., which said the global market will remain tight until the timeline for US import tariffs becomes clearer.

The metal has climbed in recent weeks after President Donald Trump ordered a probe into copper imports, sparking a shipping rush to the US ahead of any import levies. Copper on the London Metal Exchange just reached its highest since October.

"We think ex-US physical market tightening is likely to persist through to May/June, temporarily offsetting price headwinds from broader US tariff announcements," Citigroup's analysts including Max Layton wrote in an email.

Industrial metals have held up reasonably well despite growing fears for the US economy as Trump upends trade policy.

Copper has also been underpinned by growing scarcity of raw materials as demand grows faster than the world's mines can expand.

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,744	R1	9,789	RSI above 50	Stochastic overbought
S2	9,675	R2	9,899		
S3	9,576	R3	10,055		

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (63)
- Stochastic is overbought
- Price is above the daily pivot point USD 9,744
- Technically bullish yesterday, the new high meant that the futures were in divergence with the RSI, not a sell signal, it warned that we could see a momentum slowdown. We noted that we looked to be on a wave 5 of an Elliott wave 5; however, the divergence was marginal whilst there was an ongoing saga with trade tariffs; if we moved higher and the divergence failed, it would suggest that we were seeing a lower timeframe Elliott wave extension, meaning downside moves would then be considered as countertrend. A cautious bull, as this cycle could be about to extend.
- We have seen a small move higher yesterday; however, we remain in divergence on the RSI. Price has seen a small move lower in the Asian day session, but we remain above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 9,744 with the RSI at or below 58.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 9,576 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 remains supported at this point; however, there remains a marginal divergence in play, warning we could see a momentum slowdown. There is a chance that we could still see an Elliott wave extension, if we do, then downside moves will be considered as countertrend; however, at this point, we maintain a note of caution on upside moves due to the divergence. A close on the 4-hour candle below the low of the last dominant bull candle (USD 9,725) will warn that the Fibonacci support zone could come under pressure. If we do trade below the USD 9,576 level, then the probability of the futures trading to a new high will start to decrease.

# Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,684	R1	2,691	RSI above 50	
S2	2,679	R2			
S3	2,669	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA Support band (Black EMA's)
- RSI is above 50 (53)
- Stochastic is above 50
- Price is below the daily pivot point USD 2,706
- Technically bullish yesterday, the futures had entered a lower timeframe Elliott wave 5, with Fibonacci projection levels suggesting we could trade as high as USD 2,740 within this phase of the cycle. However, the RSI was in divergence with price, warning we could see a momentum slowdown, this would need to be monitored. If we did trade below USD 2,684, then the probability of price trading to a new high will start to decrease.
- The futures traded to a high of USD 2,726; however, the upside move has failed to hold due to the divergence in play. 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 2,706 with the RSI at or above 61 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,684 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the downside move yesterday has produced a bearish rejection candle on the daily timeframe; however, we remain above the Linear regression line (USD 2,688) at this point. A close below that holds below the line will warn that the USD 2,684 support could be tested and broken, if it is, then the probability of the futures trading to a new high will start to decrease. Conversely, if we remain above the linear regression line, then it will imply there is an underlying support in the market. We are seeing signs of technical weakness, however price needs to brake the linear line for downside continuation.

# Zinc Morning Technical (4-hour)



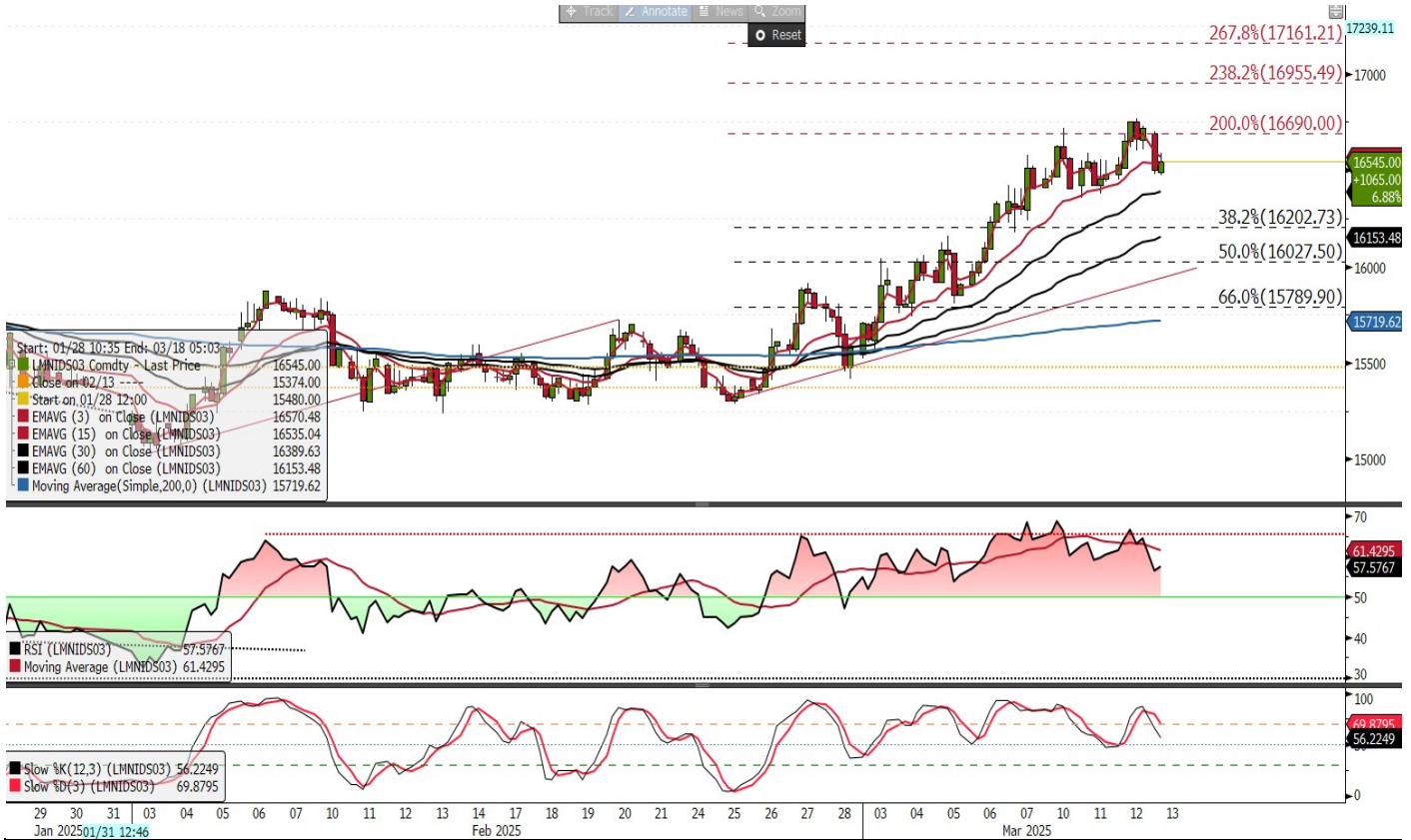
Support	Resistance	Current Price	Bull	Bear
S1	R1	2,935	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA Support band (Black EMA's)
- RSI is above 50 (59)
- Stochastic is overbought
- Price is on the daily pivot point USD 2,935
- Technically bullish yesterday, the upside move off the 200-period MA support yesterday meant that we were back in bullish territory, suggesting the USD 2,931 fractal high was vulnerable. However, have seen a small move lower on the open as price is finding resistance at the daily 200-period MA (USD 2,915). A close above that holds above the average will signal upside continuation, failure to do so will leave support levels vulnerable. The technical suggested we should trade to a new high, the daily average was a concern. If we did trade above USD 2,931, there was a chance that the futures would be in divergence with the RSI, suggesting price could struggle to hold above the longer-term daily average.
- The futures spiked to a high of USD 2,975 before selling lower into the close; however, we remain above the daily 200-period MA (USD 2,915) at this point. We are above the EMA support band with the RSI above 50, intraday price and momentum are conflicting, as the previous candle closed below the daily pivot level.
- A close on the 4-hour candle below USD 2,935 with the RSI at or below 55 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. Downside moves that hold at or above USD 2,880 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 RSI did reject its resistance zone yesterday on the 4-hour timeframe; however, our lower timeframe wave analysis suggests momentum has made a new high; the momentum break is very marginal but now warns that downside moves could potentially be countertrend, making USD 2,880 the key support to follow. A move below this level will warn that 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	16,202	R1	16,545	RSI above 50	
S2	16,027	R2			
S3	15,789	R3			

**Synopsis - Intraday**

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (57)
- Stochastic is above 50
- Price is below the daily pivot point USD 16,646
- Technically bullish yesterday, the futures remained in a corrective phase with the MA on the RSI implying momentum was weak. We noted that if we closed above the high of the last dominant bear candle (USD 16,570) it would warn that the USD 16,720 fractal high could be tested and broken; if it was, then we are looking at a lower timeframe Elliott wave extension, as the pullback is not yet considered as deep enough. However, a new high would create a negative divergence with the RSI, implying caution on upside breakouts above this level. As noted previously, higher timeframe Elliott wave analysis continued to suggest that downside moves should be considered as countertrend.
- We closed above the USD 16,570 resulting in price trading to a new high, creating a lower timeframe Elliott wave extension. However, due to the divergence, the move failed to hold, resulting in price trading back to yesterday mornings levels. 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 16,646 with the RSI at or above 63.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 15,789 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI continues to suggest that momentum remains weak, whilst the upside move has failed to hold due to the divergence in play, warning support levels are vulnerable in the near-term. However, as noted previously, higher timeframe Elliott wave analysis continues to suggest that downside moves should be considered as countertrend. If we do trade below USD 15,789, then the probability of the futures trading to a new low will start to decrease.

# Lead Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,068	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (62)
- Stochastic is overbought
- Price is below the daily point USD 2,072
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported. The divergence failure meant the RSI was testing the upper resistance level; however, downside moves were considered as countertrend. A close below the low of the last dominant bull candle (USD 2,051) would warn that sell side pressure is increasing, leaving the futures vulnerable to a technical pullback.
- The futures remained supported yesterday with price trading to a high of USD 2,083; however, we have started to sell lower this morning. We remain above the EMA support band with the RSI above 50, intraday price and momentum are conflicting, as the RSI was above its MA on the previous candles close.
- A close on the 4-hour candle below USD 2,072 with the RSI at or below 62.5 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. Downside moves that hold at or above USD 2,036 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures have entered a small corrective phase; however, the MA on the RSI suggests we have light momentum support at this point. Intraday Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 2,036 the key support to follow. If we do trade below this level, then the probability of the futures trading to a new high will start to decrease.

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