FIS

Base Morning Technical Report

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(Bloomberg) -- Copper rose and other metals were mixed as traders waited for US President Donald Trump's much-anticipated package of trade tariffs. Tin hit its highest since 2022 on supply concerns.
Industrial commodities have been in a state of limbo along with other markets ahead of Trump's expected announcement of "reciprocal" trade measures later Wednesday. Copper fell over the previous five sessions, while aluminum is trading at its lowest in nearly three months.
The exact nature of Trump's policies were still unclear ahead of his planned appearance at the White House's Rose Garden at 4 p.m. Washington time. Several proposals were still under consideration, people familiar with the matter said.
Read More: Trump's Tariff Plans Still in Limbo Ahead of Rose Garden Event
Concerns are mounting about the economic impact of Trump's measures and the risks from deeper global trade conflicts. Still, there is the potential for dislocations and price swings as traders adjust to US tariffs — and the response from other nations. A weaker dollar would also help commodities priced in the greenback.
Meanwhile, tin extended its recent spike amid concerns over output from Myanmar, a major global supplier that was struck by a devastating earthquake last week. London Metal Exchange prices jumped as much as 2.4% to reach $38,165 a ton by 11:47 a.m. Shanghai time, and were up 31% this year.
Copper rose 0.4% to $9,736 a ton, while aluminum fell 0.2% and other metals were higher. Iron ore futures in Singapore eased 0.1%.

Copper Morning Technical (4-hour)

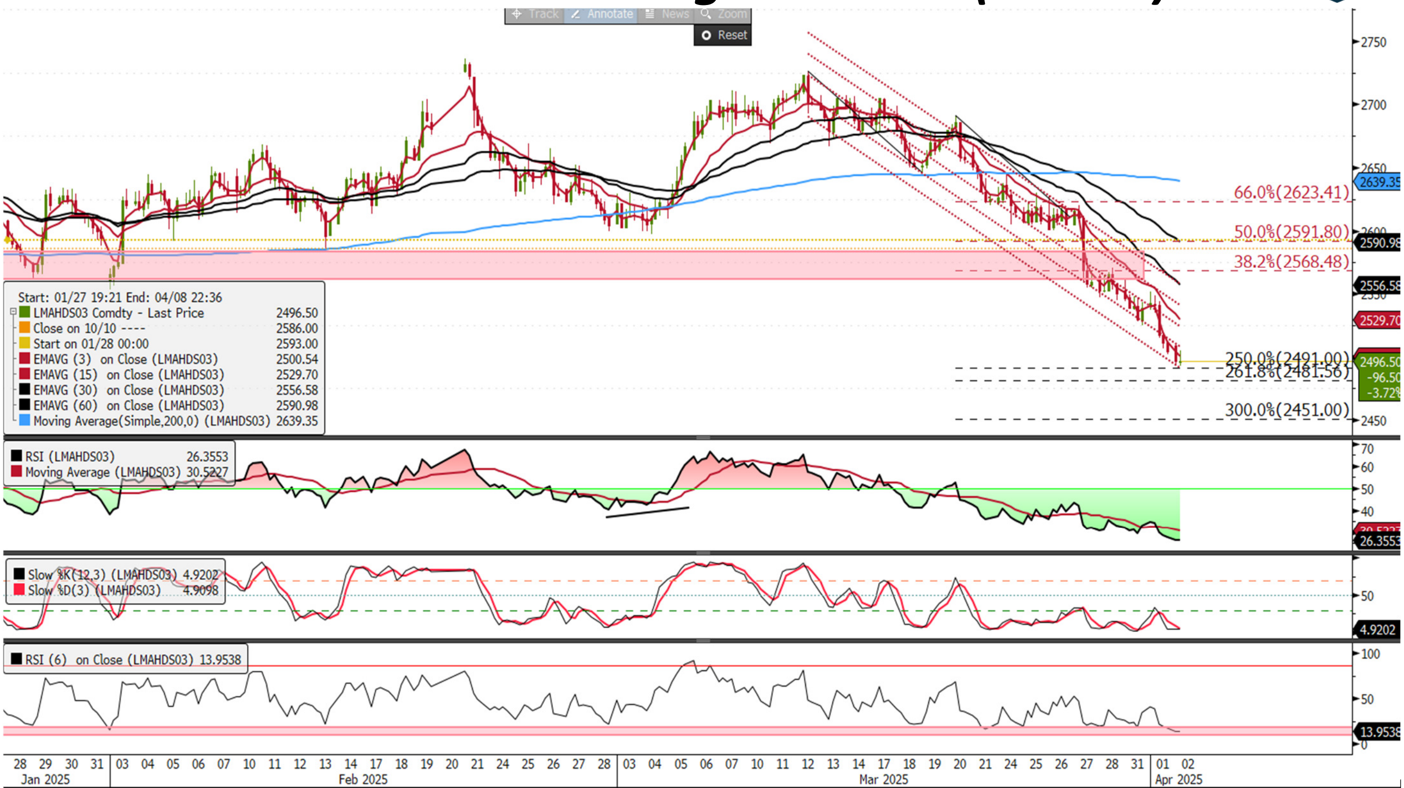
Support		Resistance		Current Price	Bull	Bear
S1	9,656	R1	9,718	9,734.5	Stochastic oversold	RSI below 50
S2	9,581	R2	9,864			
S3	9,455	R3	9,922			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- The RSI below 50 (43)
- Stochastic is oversold
- Price is above the daily pivot point USD 9,718
- Technically bearish yesterday, the futures were finding bid support on the 1-hour divergence, whilst price was holding above daily EMA support band, leaving the technical vulnerable to an intraday move higher. Price and momentum were conflicting; however, our lower timeframe Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 9,999 the key resistance to follow. If broken, then the probability of futures trading to a new low would start to decrease.
- The upside move yesterday failed to hold, resulting in the futures trading to a new low. We have seen light bid support on the Asian open but price is still below the EMA resistance band with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 9,718 with the RSI at or below 39.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 9,995 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically we remain bearish. The downside move to a new low yesterday is struggling to hold, as price is still finding support on the daily EMA support band whilst in divergence with the RSI on the 4-hour timeframe. Not a buy signal, it is a warning that sell side momentum could slowdown, meaning we remain cautious on moves lower at these levels. However, our Elliott wave analysis does still suggest that upside moves should be considered as countertrend, making USD 9,995 the key resistance to follow. A move above this level will suggest that the probability of the futures trading to a new low will start to decrease.

Aluminium Morning Technical (4-hour)



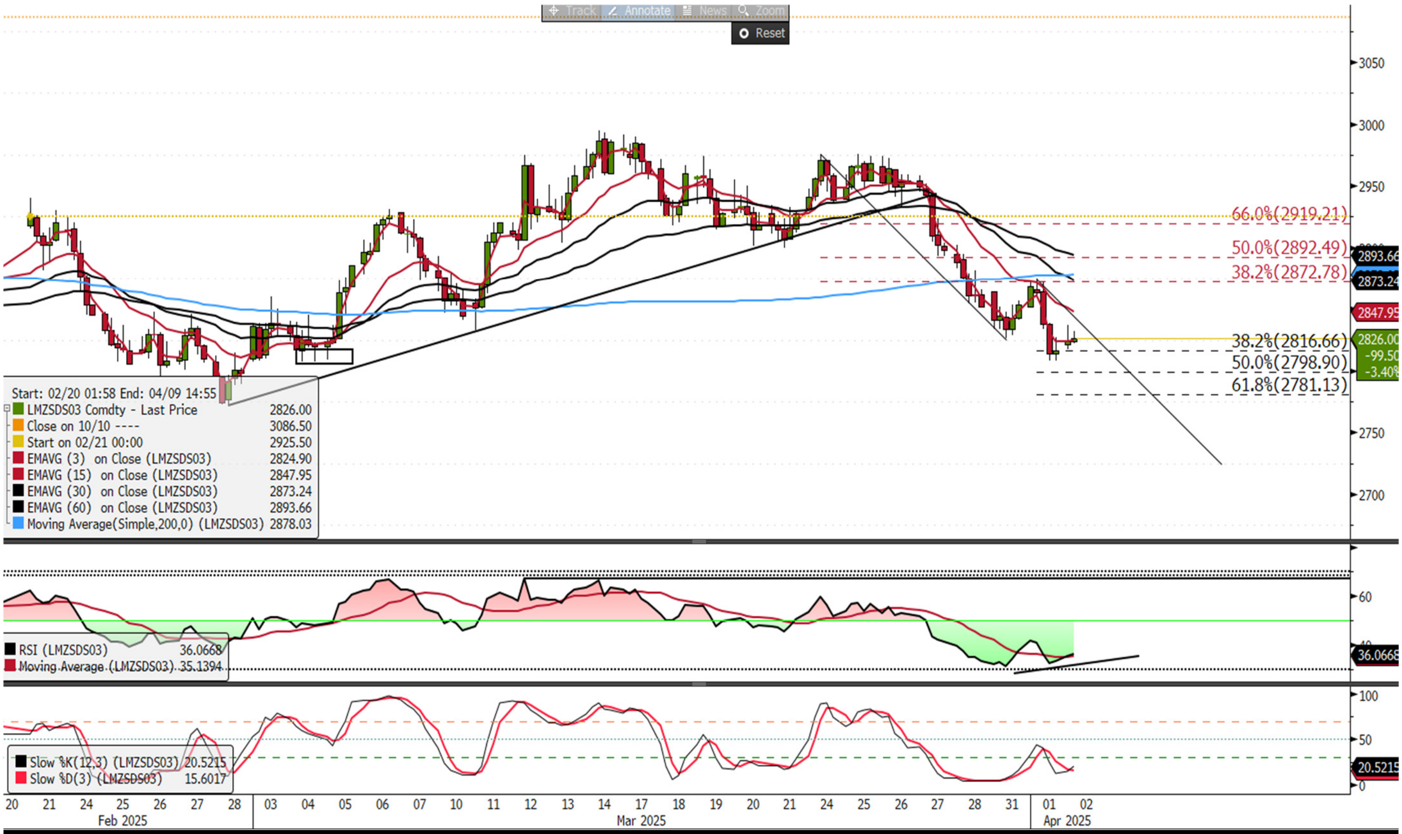
Support		Resistance		Current Price	Bull	Bear
S1	2,491	R1	2,520	2,496	RSI below 50	Stochastic oversold
S2	2,481	R2	2,568			
S3	2,451	R3	2,591			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA Resistance band (Black EMA's)
- RSI is below 50 (26)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,520
- Technically bearish yesterday, the downside move previously resulted in a close below the daily 200-period MA (USD 2,547); however, the intraday futures remained in divergence with the RSI. Not a buy signal it warned that we could see a momentum slowdown, meaning we are cautious on moves lower in the near-term, whilst the divergence was in play. If we failed to close on the daily chart above USD 2,547, it would leave the technical vulnerable to further downside; likewise, a close back above the average would indicate there was an underlying support in the market. We were cautious on moves lower at those levels due to the divergence, but our intraday Elliott wave analysis suggested that upside moves should be considered as countertrend, making USD 2,634 the key resistance to follow. If broken, then the probability of price trading to a new low would start to decrease. The futures needed to close above the daily 200-period MA, otherwise the divergence was likely to fail.
- We continued to sell lower with price remaining below the daily 200-period MA (USD 2,547), resulting in the divergence failing. We are below 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 above below USD 2,520 with the RSI at or above 32.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 2,623 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the divergence failure whilst moving away from the daily 200-period MA has weakened the technical further. The MA on the RSI implies that momentum remains weak; however, we are trading two standard deviations below the linear regression line, whilst the faster moving 6-period RSI is now in oversold territory, warning we are starting to look overextended to the downside in the very near-term, meaning we are cautious on moves lower at these levels. Intraday Elliott wave analysis continues to suggest that that upside moves should be considered as countertrend, making USD 2,623 the key resistance to follow. A move above this level will mean that the probability of the futures trading to a new low will start to decrease. A cautious bear at these levels.

Zinc Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,823	R1	2,835	2,826	Stochastic oversold	RSI below 50
S2	2,787	R2	2,872			
S3	2,750	R3	2,892			

Source Bloomberg

Synopsis - Intraday

- 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 2,835
- Technically bearish yesterday, intraday Elliott wave analysis continued to imply that upside moves look to be counter-trend. We had entered the corrective move higher; however, price was below the 200-period MA (USD 2,877). Upside moves that closed above and held above the average would warn that resistance levels could come under pressure in the near-term, making USD 2,925 the key level to follow. If broken, then the probability of the futures trading to a new low would start to decrease. Likewise, a rejection of the MA would warn that the USD 2,826 fractal low can be tested and broken.
- The upside move rejected the 200-period MA (USD 2,878) yesterday, resulting in the futures trading below the USD 2,826 fractal low. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle below USD 2,835 with the RSI at or below 33 will mean price and momentum are aligned to the sell side. Likewise, a close above this level with the RSI at or above 37.5 will mean it is aligned to the buyside. Upside moves that fail at or below USD 2,919 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the new low means that the futures are now in divergence with the RSI. This is not a buy signal, but it does warn that we could see a momentum slowdown, which needs to be monitored. Lower timeframe Elliott wave analysis suggests that we could trade as low as USD 2,781 within this phase of the cycle; however, whilst the divergence is in play, the technical is warning that we should have a note of caution on moves lower.

Nickel Morning Technical (4-hour)

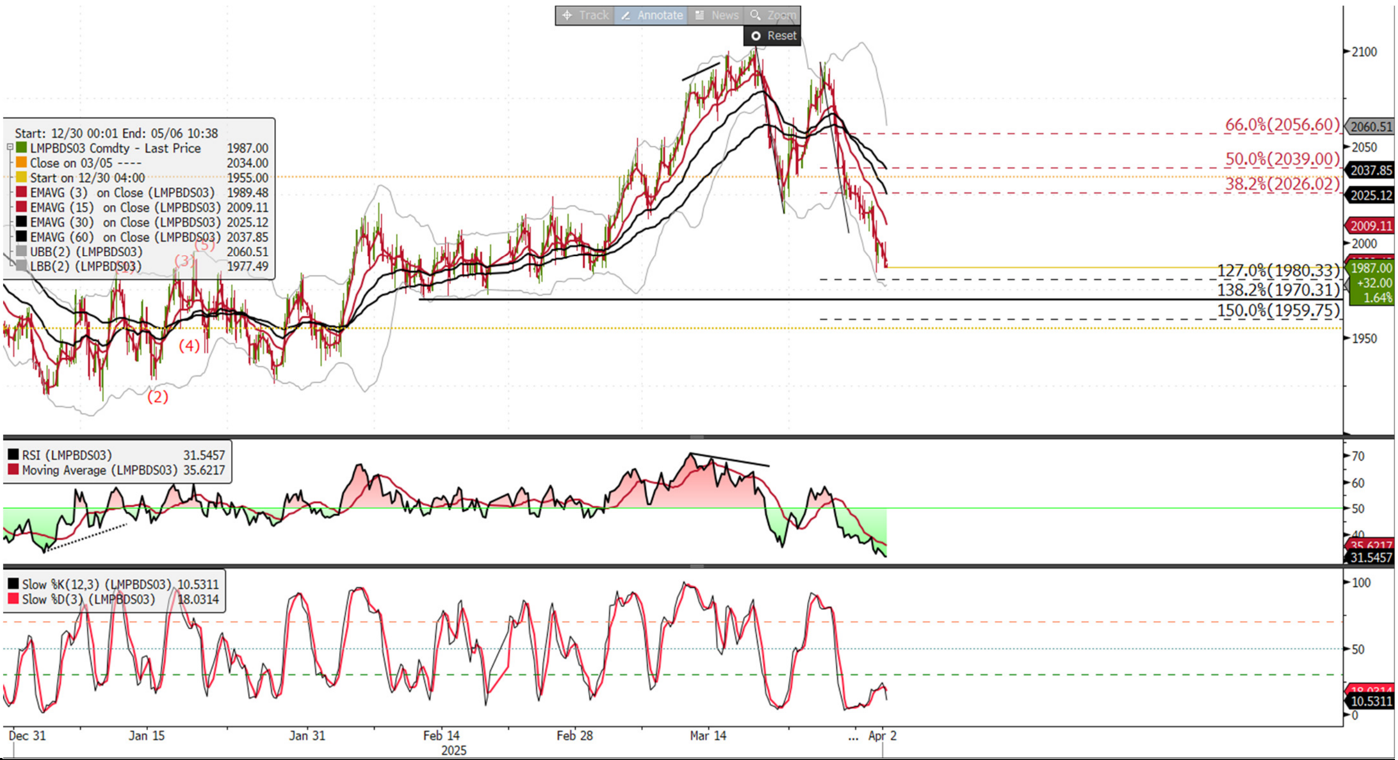
Support		Resistance		Current Price	Bull	Bear
S1	15,905	R1	16,092	16,130		RSI below 50
S2	15,763	R2	16,192			
S3	15,569	R3	16,284			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (48)
- Stochastic is below 50
- Price is above the daily pivot point USD 16,092
- Technically bullish but in a corrective phase yesterday. Having traded to a new low the futures had seen a strong move higher off the 200-period MA (USD 15,914). If we rejected the USD 16,284 resistance it would warn that the USD 15,905 support could come under pressure. However, we noted that this was a strong bull candle on the open, implying there was an underlying support in the market. Based on our Elliott wave analysis, we maintained a note of caution on downside moves.
- The futures remain supported but price is below the EMA resistance band whilst the RSI is below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 16,092 with the RSI at or below 44.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or USD 16,284 will warn that there is further downside within this corrective phase, above this level will imply that the USD 16,480 fractal resistance could be tested and broken. Downside moves that hold at or above 15,763 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, our intraday Elliott wave analysis continues to warn that downside moves look to be countertrend, making USD 15,763 the key support to follow. If broken, then the probability of price trading to a new high will start to decrease, warning the bullish Elliott wave cycle could fail. The strong bull candle off the 200-period MA highlighted previously (USD 15,927) implies that there is an underlying support in the market, meaning we have a note of caution on moves lower in the near-term. If we do close below and hold below the 200-period MA, then it will warn that Fibonacci support levels could come under further pressure.

Lead Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	1,980	R1	1,999	1,987	Stochastic oversold	RSI below 50
S2	1,970	R2	2,026			
S3	1,959	R3	2,039			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (31)
- Stochastic is oversold
- Price is below the daily point USD 1,999
- Technically bearish yesterday, the MA on the RSI was in divergence on the 4-and-1-hour timeframes, meaning we were cautious on moves lower at those levels.
- The futures continue to come under pressure but remain in divergence on the 1-hour timeframe. Price is below 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 1,999 with the RSI at or above 38.5 will mean price and momentum are aligned to the buyside. Upside move that fail at or below USD 2,056 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures are now in a support area created by the congestion zone that formed in February. The MA in the RSI implies momentum remains weak, whilst price remains in divergence on the 1-hour timeframe, meaning were remain cautious on moves lower at these levels in the near-term. However, lower timeframe Elliott wave analysis does suggest that upside moves should be considered as countertrend, making USD 2,056 the key resistance to follow. A move above this level will mean that the probability of the futures trading to a new low has started to decrease.