



# Base Morning Technical Report

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## Copper

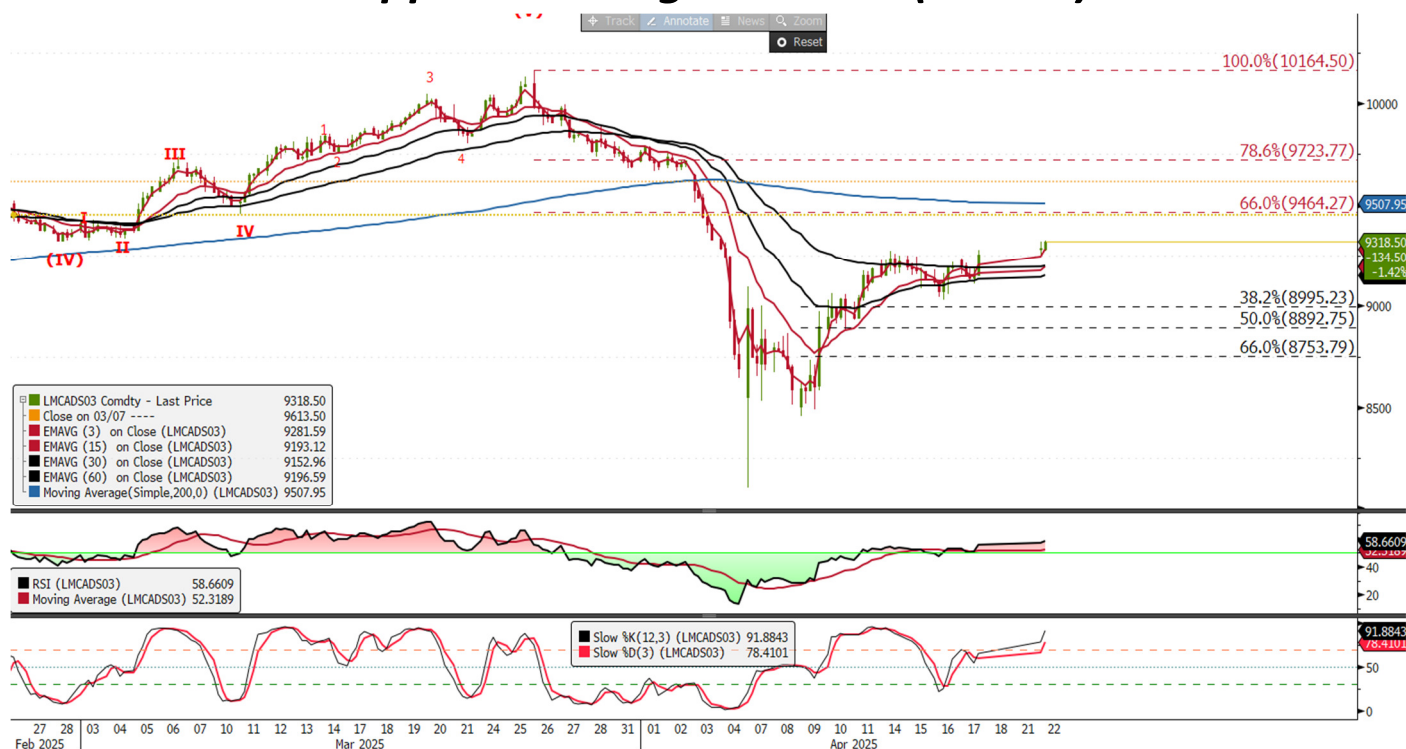
(Bloomberg) -- Copper gained more than 1% after trading on the London Metal Exchange resumed for the first time since Thursday, as base metals benefited from the recent dollar rout.

A softer US currency can be positive for industrial commodities because it makes products cheaper for buyers in other currencies. Bloomberg's gauge of the dollar dropped to a 15-month low on Monday, when the LME was on the second of a two-day trading pause for a UK holiday.

Metals have had a turbulent April amid global trade turmoil unleashed by US President Donald Trump's sweeping import tariffs. While that threatens economic growth — and demand for metals — the dollar weakness is lending support.

Copper gained as much as 1.4% to touch \$9,318 a ton before trading at \$9,298 at 9:36 a.m. Shanghai time, while aluminum and zinc also rose more than 1%. On the Shanghai Futures Exchange, copper fell 0.5%, but was up about 1.3% since Thursday's close.

# Copper Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	9,193	R1	9,328	9,318.5	RSI above 50	Stochastic overbought
S2	8,995	R2	9,464			
S3	8,892	R3	9,723			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- The RSI above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot point USD 9,193
- Technically bearish on the last report, the MA on the RSI was flat whilst price was between the EMA resistance band, suggesting we lacked directional bias. Our Elliott wave analysis continued to suggest that upside moves should be considered as countertrend, making USD 9,464 the key resistance to follow. Above this level the probability of the futures trading to a new low would start to decrease. Near-term price action was turning neutral.
- The futures have found bid support on a weakening USD basket, resulting in price trading above the USD 9,271.5 fractal resistance. We are 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 9,193 with the RSI at or below 50 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 9,464 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, near-term price action remains supported with the futures approaching the daily 200-period MA (USD 9,328). This is a benchmark average, a daily close above this level will warn that the USD 9,464 resistance could be tested and broken; if it is, then the probability of the futures trading to a new low will start to decrease, warning the bearish Elliott wave cycle has a greater chance of failing. Conversely, a rejection of the average will leave support levels vulnerable. Wave analysis is suggesting that upside moves should be considered as countertrend at this point; however, the futures are now at an inflection point on the daily timeframe.

# Aluminium Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,374	R1	2,425	2,388		RSI below 50
S2	2,326.5	R2	2,449			
S3	2,300	R3	2,495			

Source Bloomberg

## Synopsis - Intraday

- Price is between the EMA Resistance band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is above 50
- Price is above the daily pivot point USD 2,374
- Technically bearish last week, the MA on the RSI was flat implying momentum was neutral; however, the MA was acting as a support for the RSI at that point. We noted that if price and momentum became aligned to the sell side, then we could see an intraday move lower; whilst aligned to the buy side the USD 2,425 resistance remained vulnerable. If we closed above the daily 8-period EMA (USD 2,384) it would support near-term bullish price action. Elliott wave analysis continued to suggest that upside moves should be considered as countertrend with price already producing a 3-wave pattern higher.
- The futures have seen a small move higher on the open with price trading between the EMA resistance band. The RSI is near-neutral at 49 with intraday price and momentum still aligned to the buy side.
- A close on the 4-hour candle below USD 2,374 with the RSI at or below 43.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or above USD 2,557 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical today, we remain bearish with Elliott wave analysis continuing to suggest that upside moves should be considered as countertrend. As noted on Thursday, a close above the 8-period EMA on the daily timeframe (USD 2,380) will support near-term bullish price action. Likewise, if price and momentum become aligned to the sell side, then support levels will become vulnerable.

# Zinc Morning Technical (4-hour)



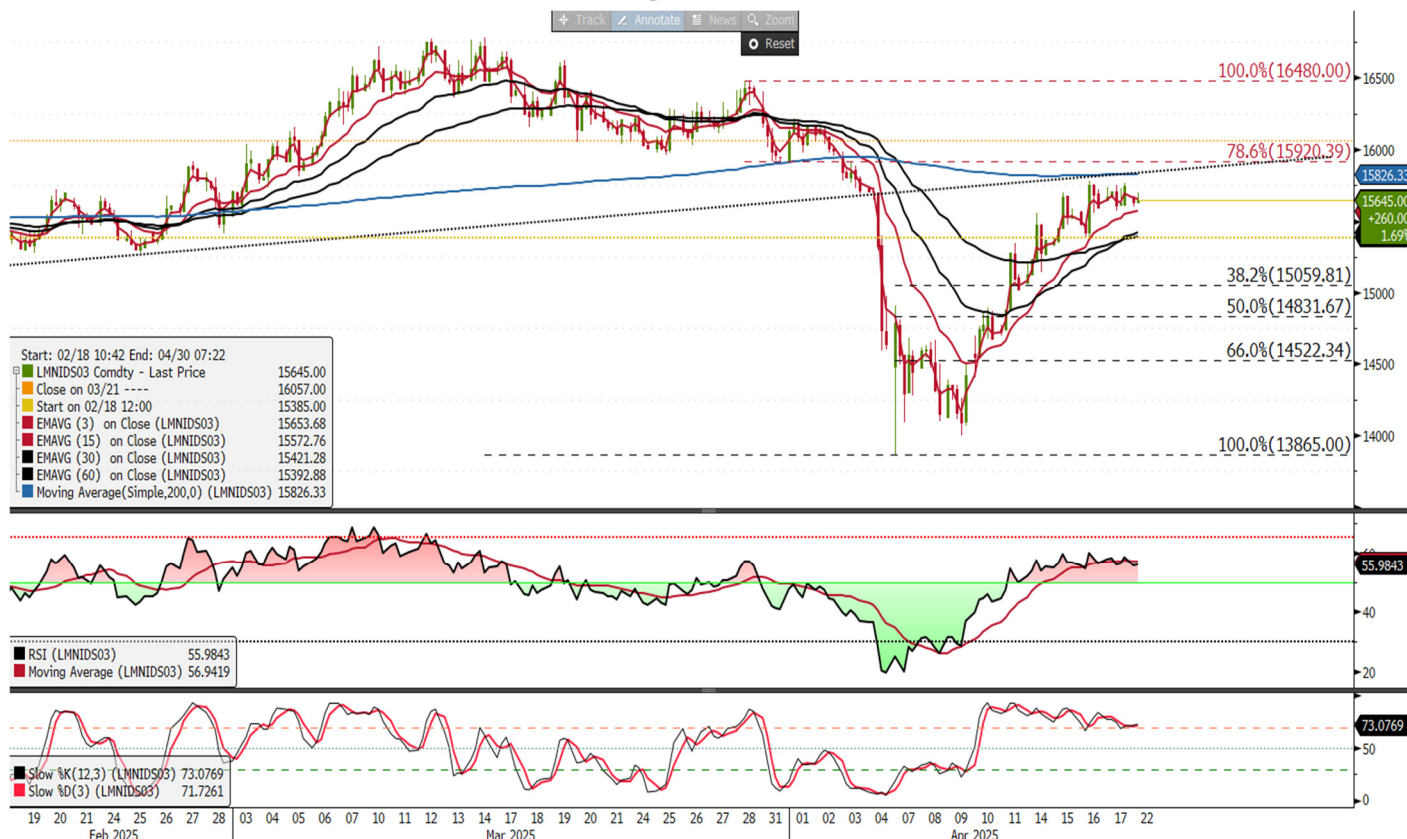
Support	Resistance	Current Price	Bull	Bear
S1	R1	2,604		RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (46)
- Stochastic is below 50
- Price is above the daily pivot point USD 2,584
- Technically bearish on Thursday, our Elliott wave analysis continued to suggest that upside moves should be considered as countertrend. The rejection of the EMA band and weekly pivot warned that price and momentum could become aligned to the sell side. If it did, then the USD 2,545 support would start to look vulnerable. We maintained a note of caution on moves higher at that point, but needed to see price and momentum become aligned to the sell side for downside continuation.
- We sold to a low of USD 2,58 before finding bid support. Price and momentum did become aligned to the sell side but the move failed to hold. We remain 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 2,584 with the RSI at or below 39 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 2,752 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish with Elliott wave analysis suggesting upside moves should be considered as countertrend. The upside move on the open has produced another small bearish rejection candle off the EMA resistance band, warning support levels remain vulnerable. If we close on the daily candle below the weekly pivot level (USD 2,601) it will suggest that we could see further technical weakness; however, we have a note of caution whilst above this level.

# Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	14,492	R1	15,654	15,645	RSI above 50	Stochastic overbought
S2	15,059	R2	15,838			
S3	14,831	R3	15,920			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is overbought
- Price is on/below the daily pivot point USD 15,654
- Technically bullish with a neutral bias last week, the probability of the futures trading to a new low had started to decrease. However, the 1-hour RSI remained in divergence, whilst price was below a longer-term trend resistance (USD15,826), meaning we remained cautious on upside moves in the near-term. A close on the 4-hour candle below USD 15,395 would imply that sell side pressure is increasing, warning the USD 15,059 support could come under pressure.
- Sideways action in the futures with price now consolidating. 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 15,654 with the RSI at or above 59 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 14,522 will support a bull argument, below this level the technical will be back in bearish territory.
- Unchanged on the technical today, we remain bearish with a neutral bias, meaning the probability of the futures trading to a new low has started to decrease. Upside moves above USD 15,780 will create further divergences on the 1-hour timeframe, whilst price is below the trend resistance line (USD 15,838), meaning we maintain a note of caution on moves higher at these levels in the near-term.



# Lead Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	1,918	R1	1,965	1,941.5	RSI above 50	Stochastic overbought
S2	1,903	R2	2,006			
S3	1,890	R3	2,039			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is below 50 (56)
- Stochastic is overbought
- Price is above the daily point USD 1,918
- Technically bearish last week, the MA on the RSI suggested that momentum was neutral. Intraday Elliott wave analysis continued to suggest that upside moves should be considered as countertrend. For downside continuation, the futures were going to need to close on the daily timeframe below the weekly pivot level (USD 1,892). Momentum was neutral, the RSI is at 50, whilst price was trading in the EMA resistance band. Intraday price action was neutral.
- The futures found light bid support on Thursday before moving higher on the Asian open. We are above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 1,916 with the RSI at or below 48 will mean price and momentum are aligned to the sell side. Upside move that fail at or below USD 2,006 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the move higher on the Asian open means that the futures are in divergence on the 1-hour timeframe. Not a sell signal, it is a warning that we could see a momentum slowdown, which will need to be monitored. We are cautious on upside moves at these levels, if price and momentum become aligned to the sell side, and we close below the weekly pivot level on the daily candle (USD 1,916), then support levels will become vulnerable.