



# Base Morning Technical Report

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## Copper

(Bloomberg) -- Copper gained, pushing higher with other metals, as the US signaled a more conciliatory tone toward China in its trade war.

Three-month futures advanced to around \$9,450 a ton in London, after rising 2% on Tuesday. US Treasury Secretary Scott Bessent said the tariff standoff with China cannot be sustained, and the two largest economies would have to find ways to de-escalate. President Donald Trump also said he plans to be “very nice” with Beijing in any trade talks.

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,340	R1	9,504	RSI above 50	Stochastic overbought
S2	9,326	R2	9,723		
S3	9,165	R3	10,164		

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- The RSI above 50 (62)
- Stochastic is overbought
- Price is above the daily pivot point USD 9,340
- Technically bearish yesterday, near-term price action remained supported with the futures approaching the daily 200-period MA (USD 9,328). We noted that this was a benchmark average, a daily close above this level would warn that the USD 9,464 resistance could be tested and broken; if it was, then the probability of the futures trading to a new low would start to decrease, warning the bearish Elliott wave cycle had a greater chance of failing. Conversely, a rejection of the average would leave support levels vulnerable. Wave analysis suggested that upside moves should be considered as countertrend at this point; however, the futures were now at an inflection point on the daily timeframe.
- The futures continued to move higher with price breaching the USD 9,464 resistance and closing above the daily 200-period MA (USD 9,326). We are above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 9,340 with the RSI at or below 54 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 8,806 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the probability of the futures trading to a new low has started to decrease. The MA on the RSI implies that momentum is supported with price testing but remaining below the intraday 200-period MA (USD 9,504). A close above that holds above the average will signal upside continuation, warning resistance levels will become vulnerable. However, a rejection of the average followed by a close below the daily 200-period MA (USD 9,326) would suggest that there remains higher timeframe sellers in the market, meaning we could see the weekly pivot point (USD 9,165) come under pressure. The technical remains at an inflection point.

# Aluminium Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,385	R1	2,449	2,412.5	RSI above 50	Stochastic overbought
S2	2,326.5	R2	2,495			
S3	2,300	R3	2,557			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA Resistance band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,385
- Unchanged on the technical yesterday, we remained bearish with Elliott wave analysis continuing to suggest that upside moves should be considered as countertrend. We noted on Thursday, a close above the 8-period EMA on the daily timeframe (USD 2,380) would support near-term bullish price action. Likewise, if price and momentum become aligned to the sell side, then support levels would become vulnerable.
- The futures did see a small move higher with price closing on the 8-period EMA, resulting in price finding bid support in the Asian day session. 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 2,385 with the RSI at or below 46 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.
- Technically bearish, the MA on the RSI implies that momentum is supported, warning resistance levels could come under pressure in the near-term. However, our Elliott wave analysis continues to suggest that upside moves should be considered as countertrend at this point, making USD 2,557 the key level to follow. If broken, then the probability of price trading to a new low will start to decrease. A daily close below the daily 8-period EMA (USD 2,389) will imply sell side pressure is increasing, suggesting higher timeframe sellers are in the market.

## ***Zinc Morning Technical (4-hour)***



Support		Resistance		Current Price	Bull	Bear
S1	2,601	R1	2,695	2,637	RSI above 50	Stochastic overbought
S2	2,552	R2	2,752			
S3	2,515.5	R3	2,798			

~~Source Bloomberg~~

### Synopsis - Intraday

- Price is between the EMA resistance band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,601
- Technically bearish yesterday with Elliott wave analysis suggesting upside moves should be considered as countertrend. The move higher on the open had produced another small bearish rejection candle off the EMA resistance band, warning support levels remained 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 had a note of caution whilst above this level.
- We sold to a low of USD 2,580; however, the futures failed to hold below the weekly pivot level (USD 2,601), resulting in an intraday close on it. Bid support in the Asian day session means price is between the EMA resistance band whilst the RSI is above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 2,601 with the RSI at or below 42.5 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 upside moves considered as countertrend, the MA on the RSI implies that momentum is supported, warning resistance levels are vulnerable in the near-term. A close on the daily candle below the weekly pivot level will indicated that sell side pressure is increasing, this will also put price below the daily 8-period EMA (USD 2,621). Near-term price action is supported, but we maintain our view based on Elliott wave analysis that upside moves should in theory be countertrend.

# Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	14,689	R1	15,831	15,790	RSI above 50	Stochastic overbought
S2	15,054	R2	15,856			
S3	14,827	R3	15,920			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (57)
- Stochastic is overbought
- Price is above the daily pivot point USD 15,689
- Unchanged on the technical yesterday, we remained bearish with a neutral bias, meaning the probability of the futures trading to a new low had started to decrease. Upside moves above USD 15,780 would create further divergences on the 1-hour timeframe, whilst price was below the trend resistance line (USD 15,838), meaning we maintained a note of caution on moves higher at those levels in the near-term.
- The futures have seen a very small test to the upside but remain below trend resistance (USD 15,856). We are 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 15,654 with the RSI at or above 59 will mean price and momentum are aligned to the buy side; likewise, a close below this level with the RSI at or below 54.5 will mean it is aligned to the sell side. Downside moves that hold at or above USD 14,519 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the futures remain in divergence in the 1-hour timeframe. Price and momentum are conflicting, whilst we have the 200-period MA at USD 15,831 and trend resistance at USD 15,856, meaning we remain cautious on moves higher at these levels, as the technical is warning they could struggle to hold. If we do close above and hold above the USD 15,856 level, then resistance will start to look vulnerable; however, the futures will still be divergent with the RSI.



# Lead Morning Technical (4-hour)



	Support		Resistance		Current Price	Bull	Bear
S1	1,927	R1	1,965		1,928.5	RSI above 50	
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 (52)
- Stochastic is above 50
- Price is above the daily point USD 1,927
- Technically bearish yesterday, the move higher on the Asian open meant that the futures were in divergence on the 1-hour timeframe. Not a sell signal, it warned that we could see a momentum slowdown, which would need to be monitored. We were cautious on upside moves at those levels, if price and momentum became aligned to the sell side, and we closed below the weekly pivot level on the daily candle (USD 1,916), then support levels would become vulnerable.
- The futures traded to a high of USD 1,944 before selling lower on a negative divergence with the RSI. Intraday price did close just below the weekly pivot (USD 1,916); however, price has seen a gap higher on the Asian open. 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 1,927 with the RSI at or below 50 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 MA on the RSI implies that we have light momentum support; however, price sold lower yesterday on a negative divergence on the 1-hour timeframe. Our Elliott wave analysis is suggesting that upside moves should be considered as countertrend, making USD 2,006 the key resistance to follow; if broken, then the probability of the futures trading to a new high will start to decrease. We maintain a cautious view on upside moves at this point; if we do close on the daily candle below USD 1,916 it will warn that sell side pressure is increasing.