



# Base Morning Technical Report

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(Bloomberg) -- A gauge of strength in China's copper market has jumped to the highest since late 2023 as buyers scramble to secure supplies.

The Yangshan premium — named after a key Shanghai trade terminal — jumped from a low of \$35 a ton in late February to \$93 on Monday, according to data from researcher Shanghai Metals Market.

The premium is paid by buyers on top of exchange prices for imported copper, and the sharp rebound reflects tightness in the market as trade tensions persist. Traders in China have reported a burst of strong domestic demand, and stockpiles in Chinese warehouses have plunged in recent weeks.

# Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,369	R1	9,464	RSI above 50	
S2	9,317	R2	9,499		
S3	9,111	R3	9,723		

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (53)
- Stochastic is above 50
- Price is above the daily pivot point USD 9,368
- Except for price and momentum being aligned to the sell side, the technical was unchanged yesterday, we remained bearish with a neutral bias. Support is at USD 9,319 with resistance at USD 9,499. A close that held outside of this range would give near-term directional bias. If we traded below the USD 9,028.5 fractal support, it would warn that the USD 8,806 level could be tested and broken. If the current 4-hour candle closed above USD 9,386 it will imply that buy-side pressure was increasing, warning intraday resistance levels could come under pressure.
- The futures closed above the USD 9,3886 level, resulting in price trading to a high of USD 9,421; however, we are seeing light selling pressure in the Asian day session. 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 9,368 with the RSI at or above 58 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 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 futures remain in a consolidation phase between the intraday—daily 200—period EMA's (USD 9,499—USD 9,317), meaning price action is considered as neutral whilst in range.

# Aluminium Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,432.5	RSI above 50	
S2	R2			
S3	R3			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA Resistance band (Black EMA's)
- RSI is above 50 (53)
- Stochastic is oversold
- Price is on the daily pivot point USD 2,432
- Technically bearish yesterday, the MA on the RSI implies that we had light momentum weakness. The futures were testing polarity support (USD 2,425—2,415), a close below that held below this area would warn that Fibonacci support levels could be tested and broken. Whilst above the polarity support, we were cautious on downside moves at these level, if the 4-hour candle closed above the high of the last dominant bear candle (USD 2,439) it would imply that intraday buyside pressure was starting to increase, meaning we could look to test the USD 2,468 fractal resistance. As noted previously, our Elliott wave analysis did suggest that upside moves should be considered as countertrend.
- The futures are trading within 50 cents of yesterday mornings values having failed to close above the USD 2,439 level. We are above the EMA resistance band with the RSI above 50, intraday price and momentum are aligned to the sell side, as the previous candle closed below the daily pivot level.
- A close on the 4-hour candle above USD 2,432 with the RSI at or above 59.5 will mean price and momentum are aligned to the buyside. 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 this morning, we remain bearish, the MA on the RSI implies that we have light momentum weakness. The futures remain above polarity support (USD 2,425—2,415), a close below that holds below this area will warn that Fibonacci support levels could be tested and broken. Whilst above the polarity support, we are cautious on downside moves at these levels, if the 4-hour candle closes above the high of the last dominant bear candle (USD 2,439) it will imply that intraday buyside pressure is starting to increase, meaning we could look to test the USD 2,468 fractal resistance. As noted previously, our Elliott wave analysis does continue to suggest that upside moves should be considered as countertrend.

# Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	2,635	R1	2,690	Stochastic oversold	
S2	2,612	R2	2,710		
S3	2,581	R3	2,752		

Source Bloomberg

## Synopsis - Intraday

- Price is between the EMA resistance band (Black EMA's)
- RSI is at 50 (50)
- Stochastic is oversold
- Price is above the daily pivot point USD 2,638
- Technically bearish yesterday, the MA on the RSI implied that we had light momentum weakness. The futures were trading at the high of the Fibonacci support zone; we noted that if we held above the USD 2,581 level, it would support a near-term bull argument; likewise, below this level would suggest that the USD 2,515.5 fractal support could be tested and broken. Conversely, upside moves that reject the USD 2,688 resistance would warn of technical weakness. We maintained our view based on Elliott wave analysis that upside moves should in theory be countertrend, making USD 2,752 the key resistance to follow. If broken, then the probability of the futures trading to a new low would start to decrease.
- A small upside move in the futures yesterday; however, we remain below the resistance zone highlighted. Price is between the EMA resistance band with the RSI neutral at 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 2,638 with the RSI at or above 54.5 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. 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, the MA on the RSI implies we have light momentum weakness. The futures continue to trade at the high of the Fibonacci support zone; if we hold above the USD 2,581 level, it will support a near-term bull argument; likewise, below this level will suggest that the USD 2,515.5 fractal support could be tested and broken. Conversely, upside moves that reject the USD 2,690 resistance will warn of technical weakness. We maintain our view based on Elliott wave analysis that upside moves should in theory be countertrend, making USD 2,752 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease.

# Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	15,110	R1	15,601	15,555		RSI below 50
S2	14,872	R2	15,843			
S3	14,550	R3	15,920			

## Synopsis - Intraday

Source Bloomberg

- Price is between the EMA support band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is below 50
- Price is below the daily pivot point USD 15,601
- Technically bearish with a neutral bias yesterday, the MA on the RSI implied that we had light momentum weakness. The rejection of the resistance area whilst in divergence, meant that we remained cautious on moves higher in the near-term. If we closed above the 200-period MA and trend resistance (USD 15,846—USD 15,901) then it would leave the USD 16,480 fractal resistance vulnerable; however, we could still be in divergence with the RSI above USD 15,880 which would need to be monitored.
- Sideways action yesterday, the futures have seen a small move lower this morning. We are between the EMA support band with the RSI near-neutral at 49, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 15,601 with the RSI at or above 54.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 14,550 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI implies that we have light momentum weakness. The rejection of the resistance area whilst in divergence previously, means that we remain cautious on moves higher in the near-term. If we close above the 200-period MA and trend resistance (USD 15,843—USD 15,914) then it will leave the USD 16,480 fractal resistance vulnerable; however, we could still be in divergence with the RSI above USD 15,880, which will need to be monitored, as it warns we could see a momentum slowdown on an upside breakout above this level.



# Lead Morning Technical (4-hour)



	Support		Resistance		Current Price	Bull	Bear
S1	1,962	R1	1,987		1,967.5	RSI above 50	Stochastic overbought
S2	1,941	R2	2,006				
S3	1,924	R3	2,039				

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily point USD 1,962
- Technically bearish yesterday, the futures were seeing bid support on the open, resulting in price trading to a new high. However, we remained in the lower half of the rising channel whilst in divergence on the 1-hour timeframe, meaning we remained cautious on higher moves in the near-term. If we did trade above the USD 2,006 resistance, then the probability of the futures trading to a new low would start to decrease, increasing the probability of the bearish wave cycle failing.
- The upside move failed to hold yesterday, resulting in price trading back to yesterday mornings levels; however, the 1-hour divergence did fail. 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 1,962 with the RSI at or below 55.5 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 we have light momentum support, whilst the lower timeframe divergence has failed. However, the futures are now testing the rising channel support (USD 1,964). A close below that holds below the line will warn that sell side pressure is increasing, leaving price vulnerable to an intraday move lower. Conversely, if trend support holds, we will look to test the USD 2,006 resistance. If broken, then the probability of the futures trading to a new low will start to decrease, increasing the probability that the bearish Elliott wave cycle could fail. At this point, our wave analysis suggests that upside moves should be considered as countertrend.