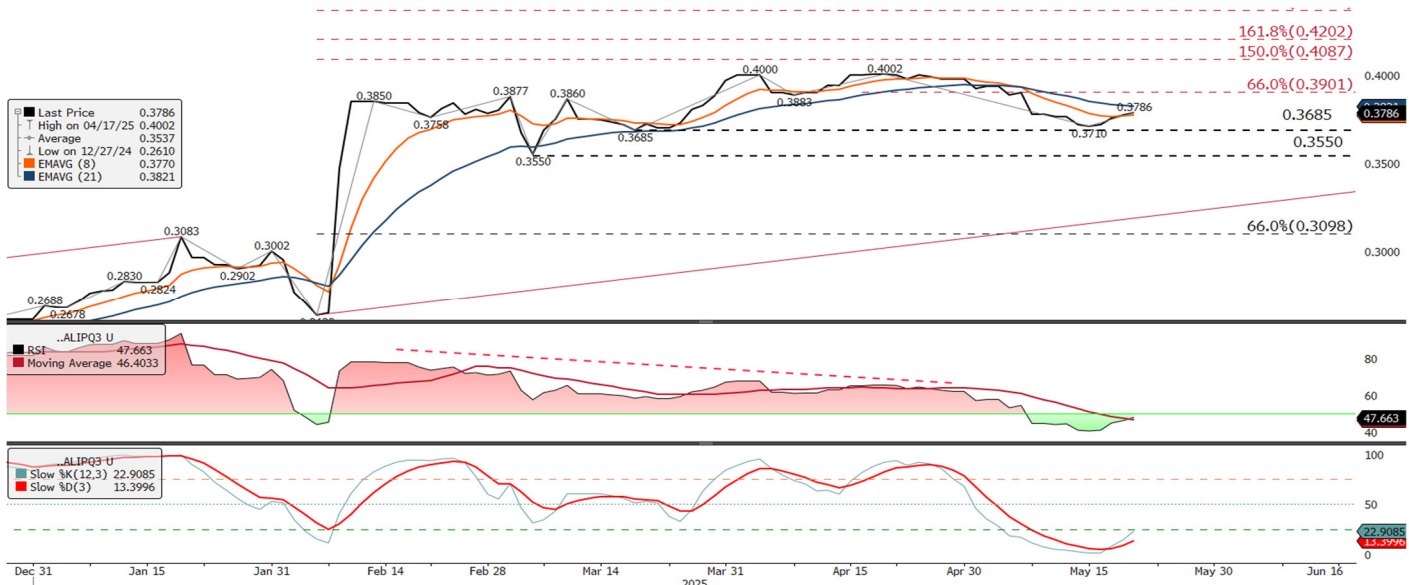


Aluminium Premium Q3



Support	Resistance	Close Price	Bull	Bear
S1	R1	0.3786	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 34 - 55 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Technically bullish on the last report, the MA on the RSI implied that momentum was weak. The futures were selling lower on the negative divergence, but remained above the polarity support (USD 0.385). A close below that held below this level would warn that the USD 0.3685—USD 0.3550 support levels could be tested and broken. Conversely, if we held above this level, resistance levels would remain vulnerable; however, due to the divergence in play, we were cautious on moves higher at that point, as the technical continues to suggest that they could struggle to hold.
- The futures have sold below the USD 0.385 polarity support, resulting in price trading to a low of USD 0.3710, before finding light bid support. We are between the EMA resistance band with the RSI below 50.
- Downside moves that hold at or above USD 0.3098 will support a longer-term bull argument, below this level the probability of the futures trading to a new high will start to decrease.
- The downside move below the USD 0.3883 support means price has entered bearish territory. The RSI is in the process of crossing its MA; however, the average is warning that momentum remains weak at this point. Both price and the RSI have recently made new lows, implying that upside moves could struggle to hold, making USD 0.3901 the key resistance level to follow. Upside moves that fail below this level will leave the futures vulnerable to further tests to the downside; if broken, then the probability of price trading to a new low will start to decrease. Based on the momentum low, we have a note of caution on moves higher at this point.