FIS

Base Morning Technical Report

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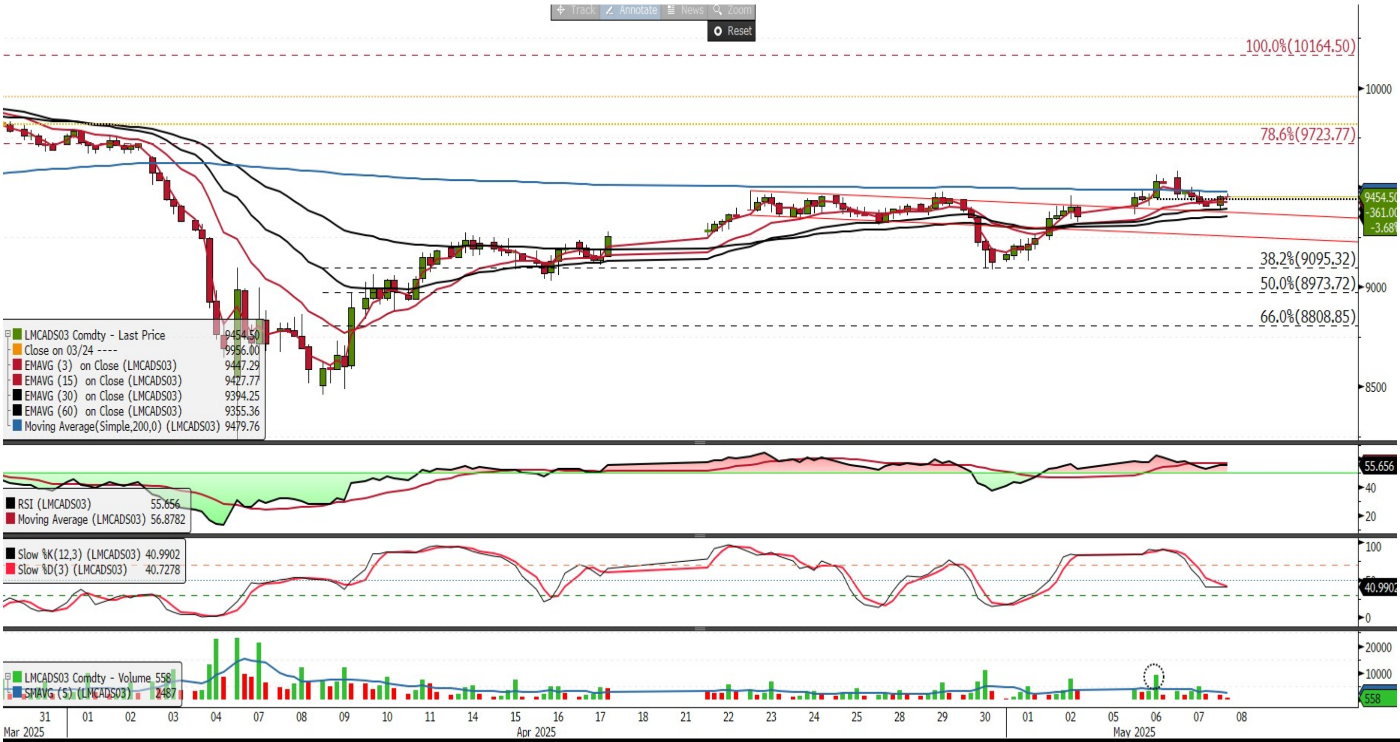
Cu

(Bloomberg) -- Chinese copper demand is strong, with a surge in the price paid to import copper, reaching $100 a ton, its highest since December 2023.
Goldman Sachs has upgraded its price forecasts for copper, citing resilient demand in China driven by strong exports, grid spending, solar projects, auto sales, and government trade-in programs.
The bank expects copper demand growth to slow to 2% in the second half, but predicts the metal will not fall below $9,000 a ton this year, and will rally to over $10,500 a ton by the fourth quarter of 2026.

Copper Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	9,316	R1	9,467	9,454	RSI above 50	
S2	9,095	R2	9,479			
S3	8,973	R3	9,482			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (55)
- Stochastic is below 50
- Price is below the daily pivot point USD 9,467
- Bearish with a neutral bias yesterday, the futures were below the 200-period intraday MA, meaning we were back in neutral territory. We noted that the close on the 4-hour candle above the MA previously was on higher than average volume, this was also the last dominant bull candle. If we closed below the low of that candle (USD 9,444.5), it would warn that buyside pressure is easing, whilst a daily close below the weekly pivot level (USD 9,311) would indicate that sell side pressure is increasing. We are in neutral territory, but intraday price action should be considered as bullish until we closed below the USD 9,444.5 level.
- The futures closed below the USD 9,444.5 level with price remaining below the intraday 200-period MA (USD 9,479) this morning. 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 9,467 with the RSI at or above 59 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 8,808 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. The futures are below the intraday 200-period EMA (USD 9,479), but above the daily 200-period MA (USD 9,316), meaning near-term price action is neutral. A close on the daily candle below the weekly pivot level (USD 9,311) will indicate that sell side pressure is increasing.

Aluminium Morning Technical (4-hour)

Support		Resistance		Current Price	Bull	Bear
S1	2,385	R1	2,401	2,396.5	Stochastic oversold	RSI below 50
S2	2,358	R2	2,431			
S3	2,336	R3	2,460			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (44)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,401
- Technically bearish yesterday, the upside rejection previously had resulted in the futures opening on the weekly pivot level (USD 2,431), the subsequent downside move means we are below this level. We noted that a daily close below USD 2,431 would imply sell side pressure was increasing, whilst a move below USD 2,391 will warn the Fibonacci support zone could be tested and broken. As noted previously, our Elliott wave analysis suggested that upside moves should be considered as countertrend.
- The futures continue to sell lower, resulting in the USD 2,391 fractal support being broken, with price closing below the weekly pivot at USD 2,431. Price is below the EMA resistance band with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 2,401 with the RSI at or above 49 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.
- Technically bearish, the MA on the RSI implies that momentum is weak at this point. The move below the USD 2,391 fractal support means that the intraday technical is making lower highs and lower lows, warning the USD 2,358 Fibonacci support could come under pressure. If broken, market sellers will look to target the USD 2,300 fractal low. Conversely, downside moves that hold at or above the USD 2,300 level will warn that there is an underlying support in the market. The technical condition is weekening, price now needs to remain below the weekly pivot level (USD 2,4131).

Zinc Morning Technical (4-hour)

Support		Resistance		Current Price	Bull	Bear
S1	2,581	R1	2,629	2,625.5	Stochastic oversold	RSI below 50
S2	2,557	R2	2,671			
S3	2,516	R3	2,690			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,629
- Technically bearish yesterday, the rejection of the resistance band (highlighted in read, not to be confused with the EMA resistance band) warned that support levels were starting to look vulnerable. However, for downside continuation, price and momentum would need to become aligned to the sell side. As noted previously, our Elliott wave analysis suggested that upside moves should be considered as countertrend.
- The futures sold to a low of USD 2,607 before finding light bid support on the Asian open. We are below the EMA resistance 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 2,629 with the RSI at or above 52 will mean price and momentum are aligned to the buyside. 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 is flat, implying momentum is neutral, this is supported by the RSI at 49. As noted previously, the upside rejection of the resistance band is warning that support levels are starting to look vulnerable. Price and momentum are aligned to the sell side; however, we remain just below the daily pivot level at this point (USD 2,629). A close on the 4-hour candle below USD 2,613 will further weaken the technical. Elliott wave analysis continues to suggest that upside moves should be considered as countertrend.

Nickel Morning Technical (4-hour)

Support		Resistance		Current Price	Bull	Bear
S1	15,589	R1	15,769	15,600	RSI above 50	
S2	15,465	R2	15,923			
S3	15,395	R3	16,049			

Synopsis - Intraday Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (51)
- Stochastic is above 50
- Price is above the daily pivot point USD 15,589
- Unchanged on the technical yesterday, we remained bearish with a neutral bias, meaning the probability of price trading to a new low had started to decrease. The MA on the RSI implied that momentum was supported; however, we remained below the 200-period MA and the trend resistance line (USD 15,786—USD 16,031), meaning we continued to have a note of caution on moves higher whilst below the resistance zone.
- The futures had a small move lower yesterday; however, the downside move did hold above the weekly pivot level, resulting in light bid support on the open. We are above the EMA support band with the RSI near-neutral at 49, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 15,589 with the RSI at or above 55 will mean price and momentum are aligned to the buyside; likewise, a close below this level will mean it is aligned to the sell 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.
- Unchanged again today, we remain bearish with a neutral bias. The MA on the RSI has started to flatten whilst price is below the intraday 200-period MA (USD 15,769), and trend resistance (USD 16,049), suggesting caution on moves higher in the near-term. If we close above and hold above the 15,769 level, it will warn that the USD 15,880 fractal high could be tested and broken; if it is, we will target the trend resistance. Previously, we have noted that the futures would be in divergence on an upside breakout above USD 15,880, this is now less clear, but will need to be monitored. A close on the daily candle below USD 15,395 will indicate that sell side pressure is increasing, this will also put price below the weekly pivot level (USD 15,465).

Lead Morning Technical (4-hour)

Support		Resistance		Current Price	Bull	Bear
S1	1,910	R1	1,931	1,945	RSI below 50	
S2	1,886	R2	1,949			
S3	1,868	R3	1,971			

Synopsis - Intraday

Source Bloomberg

- Price is between the EMA resistance band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is above 50
- Price is below the daily point USD 1,944
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak, whilst the upside rejection continues to warn that Fibonacci support levels were vulnerable. As noted previously, we are cautious on moves higher whilst below the resistance zone, the 200-period MA (USD 1,985), and the USD 2,006 level. However, we noted that if we closed on the 4-hour candle above the high of the last dominant bear candle (USD 1,941), it would warn that sell side pressure is easing, leaving the futures vulnerable to an intraday move higher.
- The futures did produce a close above the USD 1,941 level; however, price is showing light weakness in the Asian day session. We are between the EMA resistance band with the RSI near-neutral at 49, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 1,944 with the RSI at or below 43.5 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 futures looked to have moved high on a 1-hour divergence yesterday (which we missed), resulting in price closing above the high of the last dominant bear candle. Our Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, whilst we remain below the resistance zone, the 200-period MA (USD 1,983) and the USD 2,006 Fibonacci resistance, meaning we remain cautious on moves higher. however, for downside continuation, we will need to see a close below the dominant bear candle on the 4-hour timeframe (USD 1,927.5).