FIS

Base Morning Technical Report

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

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(Bloomberg) -- Copper traded near its highest close since early April on tentative signs of improving trade ties between the US and China, and ahead of key US jobs data due on Friday.
US President Donald Trump and Chinese President Xi Jinping agreed on a 90-minute phone call on Thursday to further talks to resolve disputes between the world's top two economies. That sparked a gain of more than 1% for copper, although other metals were mixed.
Investors are looking to a key jobs report from the US that may help steer expectations for the Federal Reserve to cut interest rates twice this year. The Bloomberg Dollar Index was little changed near its lowest since 2023, aiding commodities priced in the US currency.
Copper has also got recent support from falling stockpiles in London Metal Exchange warehouses, which now stand at their lowest since 2023. The LME price was little changed at $9,735.50 a ton by 11:54 a.m. in Shanghai, an 11% gain this year.
Iron ore on the Singapore Exchange gained 0.8% to $95.60 a ton.

Copper Morning Technical (4-hour)

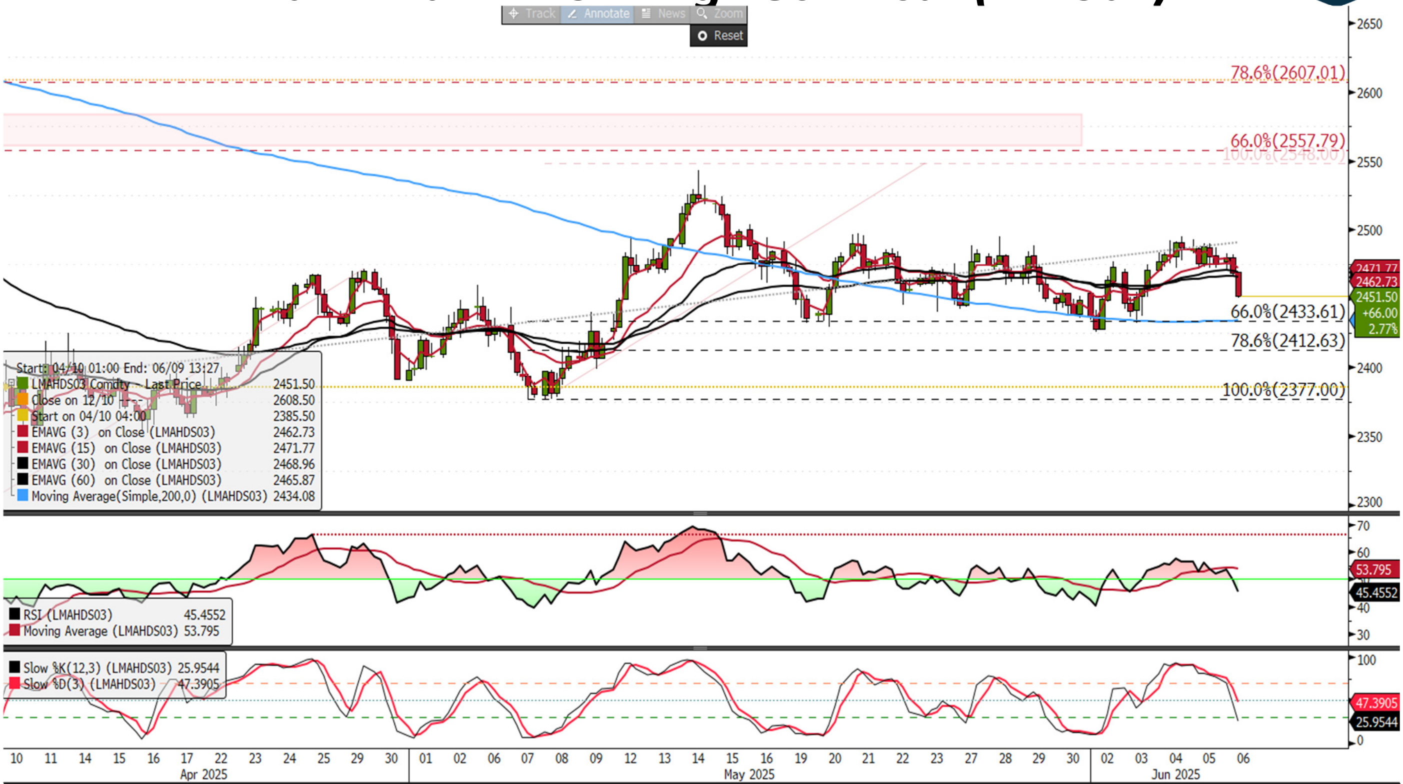
Support		Resistance		Current Price	Bull	Bear
S1	9,723	R1	9,827			
S2	9,685	R2	9,895	9,751.5	RSI above 50	Stochastic overbought
S3	9,664	R3	9,933			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (61)
- Stochastic is overbought
- Price is above the daily pivot point USD 9,723
- We remained in a consolidation phase yesterday with price just below the upper resistance area (USD 9,664—USD 9,675). As noted previously, for upside continuation, the futures were going to need to close above and held above this level; preferably with a volume and volatility expansion and a divergence failure. At that point, we remained cautious on upside breakouts due to the divergence in play, alongside the possibility that the ascending triangle looked like it could a termination patter, rather than a continuation.
- The futures have moved higher with price breaking above the high of the ascending triangle. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 9,723 with the RSI at or below 57 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 9,595 will support a bull argument, below this level the technical will have a neutral bias.
- Near-term price action is bullish with the MA on the RSI implied that momentum is supported. The upside move yesterday resulted in the RSI making a new high, meaning the divergence has failed, the move has been supported by expanding intraday volume and open interest (highlighted in the bottom two windows). The RSI high is warning that support levels should hold in the near-term; however, if we start closing below and hold below the top of the ascending triangle (USD 9,664), market longs will need to be cautious, as it will suggest that the pattern breakout could fail. USD 9,664 will be key going forward, a breach will be considered as acceptable, but if we close and hold below this level market longs could look to exit.

Aluminium Morning Technical (4-hour)



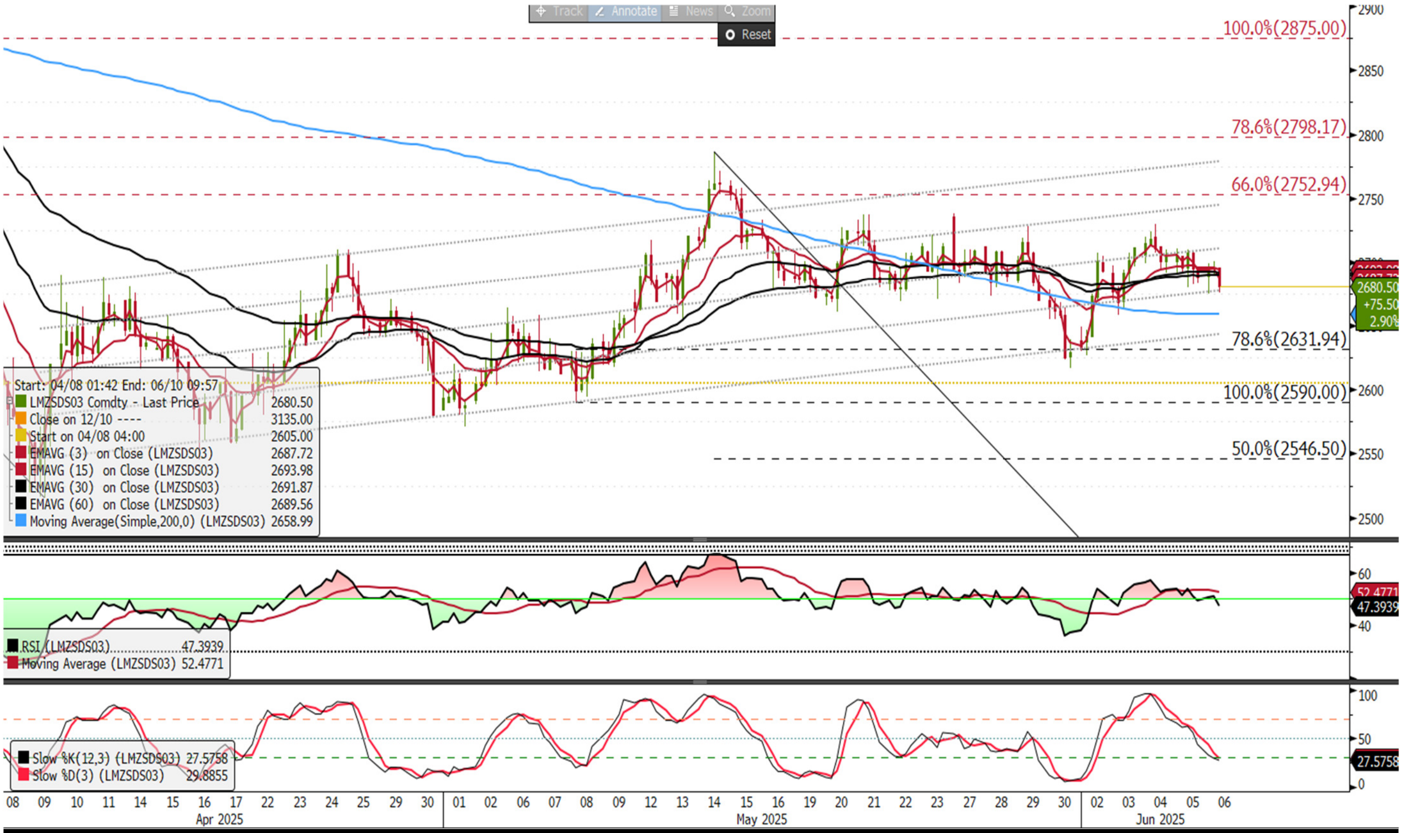
Support		Resistance		Current Price	Bull	Bear
S1	2,433	R1	2,480	2,451.5		RSI below 50
S2	2,412	R2	2,491			
S3	2,377	R3	2,543.5			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (45)
- Stochastic is overbought
- Price is below the daily pivot point USD 2,480
- The Elliott wave cycle remained bearish yesterday with price in the process of rejecting the linear regression line (USD 2,490); we noted that if we closed on the 4-hour candle below the EMA support band (USD 2,464) it would warn that the 200-period MA at USD 2,432 could come under pressure. Conversely, if we did see a close above that held above the USD 2,490 level, it would support an intraday bull argument. As noted previously, having rejected the USD 2,557 resistance, and breached the USD 2,433 support, we continued to be cautious on moves higher at that point.
- The futures have continued to sell lower with price below the EMA support band. The RSI is below 50 with intraday price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 2,480 with the RSI at or above 56 it 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.
- The Elliott wave cycle remains bearish with price rejecting the linear regression line (USD 2,491). The current intraday candle is trading below the EMA support band (Note: the candle remains open), warning the 200-period MA (USD 2,434) is starting to look vulnerable. This is a benchmark average, if it holds, it will warn that there is an underlying support in the market. Conversely, a close below that hold below the average will warn that there is further downside to come in this move lower. As noted previously, we are cautious on moves higher due to the upside rejection and the breach in the USD 2,433 support; the technical is weakening, but we now we need to see a close below the longer-term average.

Zinc Morning Technical (4-hour)



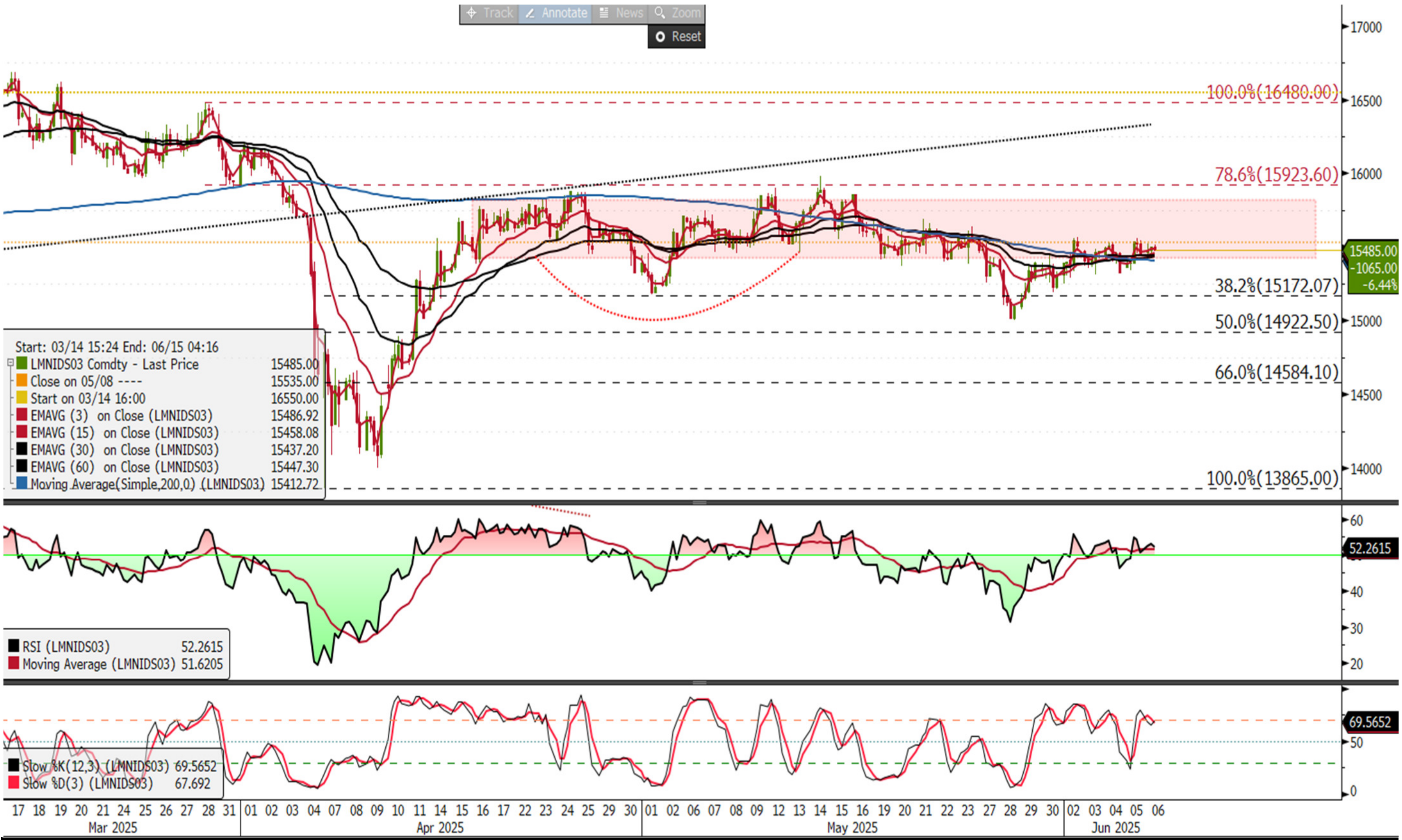
Support		Resistance		Current Price	Bull	Bear
S1	2,658	R1	2,692	2,680.5	Stochastic oversold	RSI below 50
S2	2,631	R2	2,711			
S3	2,627	R3	2,738.5			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (47)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,692
- Technically bearish yesterday with price back below the linear regression line (USD 2,709), creating a small upside rejection candle on the daily chart. We noted that a close back above that holds the line will further support a buyers argument. As noted previously, for downside continuation the futures would need to see a daily close below the last dominant bull candle (USD 2,627), as this high volume candle had the potential to act as support.
- The futures have seen a small move lower meaning price is below the EMA support band. The RSI is below 50 with price and momentum aligned to the sell side.
- A close on the 4-hour candle above USD 2,692 with the RSI at or above 54.5 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.
- Technically bearish, the futures are seeing a weakening in price action whilst the MA on the RSI implies we have light momentum weakness. A close that holds below the intraday 200-period MA at USD 2,658 will warn that the USD 2,627 low of the daily bull candle could be tested and broken. If it is, and we see a daily close below the high volume support candle, then it will warn that there should be further downside within the corrective phase. Conversely, market sellers should be cautious if we hold the longer-term average, as it will indicate there is an underlying support in the market. Price action is weakening, support is looking vulnerable, but we needs to see the daily close below USD 2,627 for downside continuation.

Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	15,476	R1	15,690	15,485	RSI above 50	
S2	15,172	R2	15,855			
S3	15,000	R3	15,923			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is above 50
- Price is above the daily pivot point USD 15,476
- Unchanged on the technical yesterday, the MA on the RSI implied that we had light momentum weakness. The futures remained at an inflection point, as price continued to trade around the 200-period MA (USD 15,416). As noted previously, we continue to have a note of caution on moves higher due to the inverse head and shoulders continuation pattern failing, alongside the consolidation zone above us.
- The futures have seen a small move higher, we are above the EMA resistance band with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 15,420 with the RSI at or above 54 will mean price and momentum are aligned to the buyside; likewise, a close below this level with the RSI at or below 49.5 will mean it is aligned to the sell side. Downside moves that hold at or above USD 14,584 will support a bull argument, below this level the technical will be back in bearish territory.
- Unchanged on the technical again today, the EMA resistance band is flat, implying we lack directional bias. Price is in a resistance zone, having see the head and shoulders continuation pattern fail, meaning we remain cautious on moves higher at this point. We remain at an inflection point as the futures are trading around the 200-period MA (USD 15,412).

Lead Morning Technical (4-hour)

Support		Resistance		Current Price	Bull	Bear
S1	1,980	R1	1,994.5	1,985	RSI above 50	
S2	1,964	R2	2,006			
S3	1,951	R3	2,039			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (52)
- Stochastic above 50
- Price is above the daily point USD 1,980
- Unchanged on the technical yesterday, we remained bearish with the futures trading in the resistance zone. If we looked on the daily chart, the futures were consolidating, having failed to close outside of the range of the last dominant bear candle on the 19/05/25. Daily price action was neutral, for downside continuation we will need to see a daily close below USD 1,957, or above USD 2,009. Price action is currently neutral.
- The futures have seen little price movement since yesterday, we remain 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 1,980 with the RSI at or above 56 will mean price and momentum are aligned to the buyside; likewise, a close below this level with the RSI at or below 51.5 will mean it is aligned to the sell side. Upside moves 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.
- The future remain in the consolidation area within the dominant bear candle highlighted yesterday (USD 1,957—USD 2,009). Technically we are neutral until we see a close outside of this candle; however, the Elliott wave cycle is considered as bearish due to the breach in the USD 1,946 support previously. We should also note that there is a chance that we could see a minor negative divergence above USD 1,994.5).