



Base Morning Technical Report

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(Bloomberg) -- Copper fell with most industrial metals after President Donald Trump said some US trading partners would face tariffs from August 1, cranking up trade tensions ahead of next week's deadline for higher levies.

Copper fell as much as 1% to \$9,860 a ton on the London Metal Exchange. Trump said his administration may begin sending out letters to trading partners as soon as Friday to set unilateral tariff rates, ahead of the July 9.

Investors are cautiously awaiting outcomes from various trade negotiations after Trump paused tariffs announced in early April for 90 days, to allow time for talks. Markets have fretted that his policies could trigger a global economic slowdown that would hurt demand.

Industrial metals have been volatile since Trump took the presidency in January, with copper rallying on record shipments to the US due to an investigation and the prospect of future tariffs. The drawdown of LME stockpiles laid the groundwork for a major squeeze last week, when a nearby spread surged to its widest since 2021.

Copper was 0.9% lower to \$9,865 a ton on the LME as of 7:48 a.m. in London, down for a second day and wiping out gains made earlier this week. Prices reached \$10,020.50 on Wednesday, the highest since March 26. Aluminum and zinc also dipped.

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	9,843	R1	9,968	RSI above 50	
S2	9,798	R2	10,013		
S3	9,788	R3	10,101		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (54)
- Stochastic is below 50
- Price is below the daily pivot point USD 9,968
- Technically bullish yesterday, the MA on the RSI implied that we had light momentum support; however, the RSI was below its average, meaning price and momentum could be transitioning to the sell side. The futures remained in divergence, warning we could see a momentum slowdown, a close below the low of the last dominant bull candle (USD 9,948.5) would indicate that buy-side pressure was easing. Likewise, a close that held below the trend support line (USD 9,920) would indicate that sell-side pressure was increasing. Due to the divergence, we remained cautious on upside moves at those levels at that point; however, our Elliott wave analysis did suggest that downside moves should in theory be countertrend, making USD 9,714 the key support to follow. Below this level the pullback would be considered as deep, warning the probability of price trading to a new high had started to decrease.
- The futures closed below the USD 9,948.5, resulting in price selling and closing below trend support (USD 9,952). 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 9,968 with the RSI at or above 55 will mean price and momentum are aligned to the buy-side. Downside moves that hold at or above USD 9,714 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that we have light momentum weakness. The futures have entered a corrective phase with price below trend support, warning the Fibonacci support zone could come under pressure. Elliott wave analysis suggests that downside moves should be considered as countertrend, making USD 9,714 the key support to follow, if broken, then the probability of price trading to a new high will start to decrease. Typically, a wave 4 tends to terminate between the 38% - 50% retracement area. The wave one pullback was deep, meaning the rule of alternation warns that this wave 4 pullback has the potential to be shallow.

Aluminium Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,597	R1	2,609	2,604	RSI above 50	
S2	2,581	R2	2,619			
S3	2,567	R3	2,620			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (54)
- Stochastic is above 50
- Price is below the daily pivot point USD 2,609
- Technically bullish on the last report, the futures had closed above the weekly pivot level; however, the new high means that price was in divergence with the RSI. Not a sell signal, it warned that we could see a momentum slowdown. A close below the last dominant intraday 4-hour candle (USD 2,591) would indicate sell side pressure is increasing, as this was a high volume candle, warning the USD 2,574 trend support could come under pressure. We were seeing an increase in the amount of divergences in play on the move higher, meaning we continued to have a cautious view on upside moves at those levels; we also noted that the most heavily traded area in the last 12 months had moved down to USD 2,620 from USD 2,630, meaning price is testing market profile resistance.
- The futures have seen a small move lower on the divergence; however, we are yet to close below the low of the last dominant high volume candle (USD 2,591). Price is 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 2,609 with the RSI at or above 61.5 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 2,503 will support a bull argument, below this level the technical will be back in bear territory.
- Technically bullish, the MA on the RSI implies that momentum is weakening whilst price moves lower on a negative divergence with the RSI. If we close below the USD 2,591 level it will warn that the linear regression line and trend support at USD 2,581 could come under pressure. This is a key level to follow, a close that holds below USD 2,581 will leave the Fibonacci support zone vulnerable, making USD 2,503 the key support to follow. A move below this level will imply that the probability of price trading to a new high has started to decrease. We remain cautious on upside moves at this point, as the divergence suggest that they could struggle to hold.

Zinc Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	2,748.5	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is overbought
- Price is on the daily pivot point USD 2,748
- Technically bullish with downside moves considered as countertrend yesterday. The futures had traded above the USD 2,756 level, warning the USD 2,785 fractal resistance is vulnerable. However, we highlighted the linear regression line at USD 2,768 as the key resistance to follow, meaning the futures would need to close and hold above this level for upside continuation.
- Sideways action yesterday. We remain above the EMA support band with the RSI above 50, intraday price and moment are conflicting.
- A close on the 4-hour candle below USD 2,748 with the RSI at or below 51 will mean price and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 56 will mean it is aligned to the buyside. Downside moves that hold at or above USD 2,671 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, our Elliott wave analysis continues to suggest that downside moves look to be countertrend, making USD 2,671 the key support to follow. If broken, then the probability of price trading to a new high will start to decrease. As highlighted yesterday, the linear regression line at USD 2,772 is the key resistance to follow, a close that holds above this level is needed for upside continuation.

Nickel Morning Technical (4-hour)



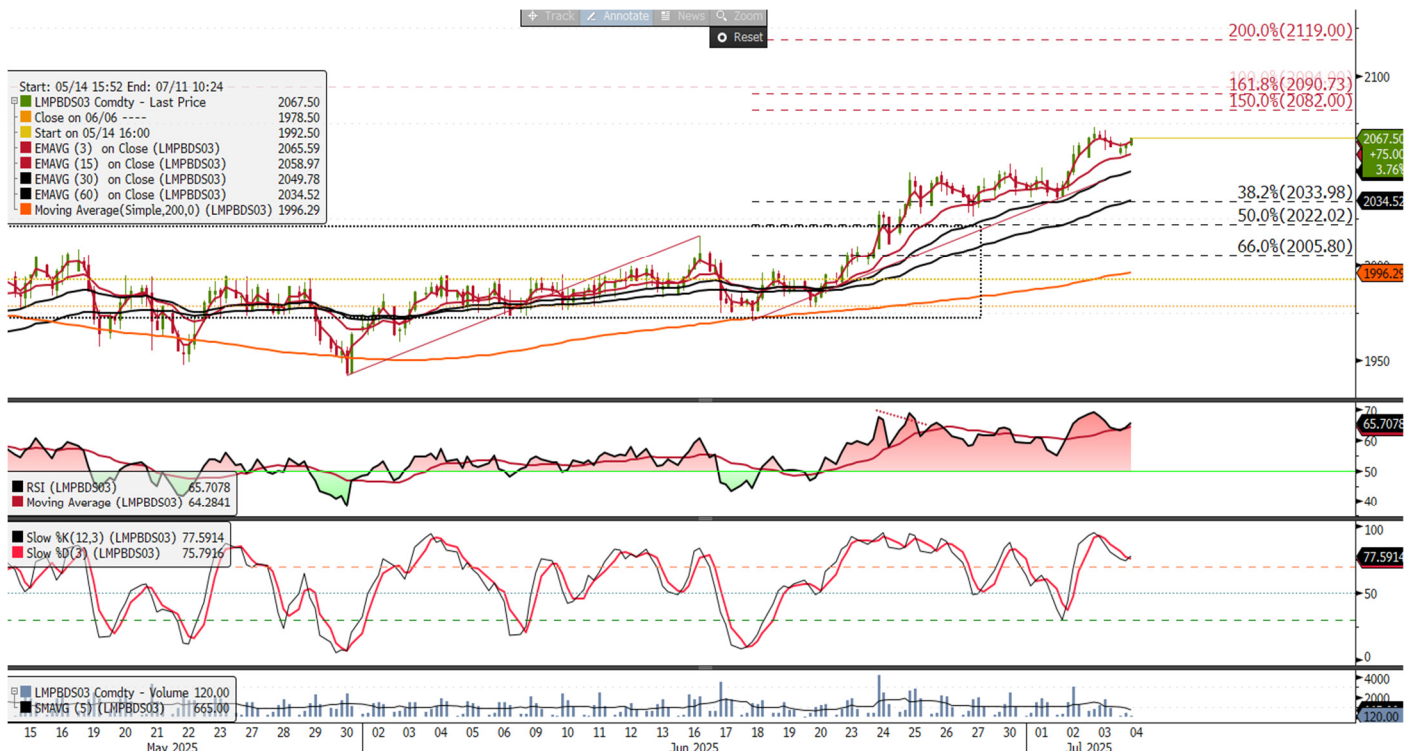
Support	Resistance	Current Price	Bull	Bear
S1	R1	15,390	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (61)
- Stochastic is overbought
- Price is below the daily pivot point USD 15,408
- Technically bullish yesterday, the futures were trading on the 200-period MA (USD 15,344), a close above that held above the average would warn that the USD 15,431—USD 15,452 resistance levels could come under pressure. Conversely, a move above the USD 15,365 fractal high that failed to hold above the average would warn that the lower timeframe wave cycle may have completed, warning support levels could come under pressure. Key support on downside moves would be USD 14,982, if this level held, it would imply that there was a larger, bullish Elliott wave cycle coming into play. We had an upside target zone between USD 15,431—15,452.
- The futures traded to a high of USD 15,480 before seeing a small pullback. We are above all key moving averages with the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 15,408 with the RSI at or below 58 will mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Downside moves that hold at or above USD 15,021 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies we have light momentum support. The lowest timeframe of our two Elliott wave cycle has seen a bullish extension, meaning we could have one final test to the upside within this phase of the cycle. A close that holds below the 200-period MA (USD 15,336) will warn that Fibonacci support zone could come under pressure, making USD 15,021 the key level to follow. If we hold above it, then it will warn that there could be a larger bull cycle coming into play. A very cautious bull.

Lead Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,053	R1	2,082	2,067.5	RSI above 50	Stochastic overbought
S2	2,033	R2	2,090			
S3	2,027	R3	2,119			

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (65)
- Stochastic is overbought
- Price is above the daily point USD 2,064
- Technically bullish yesterday, the upside move previously had created a bullish Elliott wave extension, meaning downside moves should be considered as countertrend. The move higher meant that the intraday divergence had failed, whilst the MA on the RSI implied that momentum was supported. A close below the low of the last dominant bull candle (USD 2,057) would warn that buyside pressure is easing, leaving the futures vulnerable to an intraday corrective move lower.
- We did see a small pullback but price remains supported this morning. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle below USD 2,064 with the RSI at or below 62 will mean price and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 66.5 will mean it is aligned to the buyside. Downside moves that hold at or above USD 2,005 will support a longer-term bull argument.
- Technically bullish, a close below the low of the last dominant bull candle (USD 2,057) will warn that buyside pressure is easing, leaving the futures vulnerable to an intraday corrective move lower. As noted yesterday, due to the Elliott wave extension, downside moves are considered as countertrend, making USD 2,005 the key support to follow. Below this level the probability of the futures trading to a new high will start to decrease.