



Base Morning Technical Report

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(Bloomberg) -- Copper futures in the US extended their retreat from last week's all-time high as investors digested the impact of President Donald Trump's planned 50% tariff on imports of the industrial metal.

Trump said last week the import levies would start on Aug. 1, meaning the window for an unprecedented scramble by traders to get metal to the US is closing. Comex futures already partly reflect the tariff in a premium over London Metal Exchange prices, but massive inventories means the US market is well-supplied for now.

Copper Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	9,637		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- The RSI below 50 (44)
- Stochastic is below 50
- Price is above the daily pivot point USD 9,633
- Technically bearish yesterday, the upside rejection had resulted in the futures closing below the weekly pivot level, warning support levels could come under pressure. However, we were cautious on moves below USD 9,553.5 as the futures would be in divergence with the RSI, suggesting downside breakouts could struggle to hold. We also highlighted two high volume candles that have created fractal support levels (USD 9,575—USD 9,553.5) indicating market buyers at lower levels. Although bearish, the technical was neutral due to underlying support and the potential divergence. A daily close back above the USD 9,700 level would indicate buyside pressure was increasing.
- The futures consolidated yesterday with little price movement this morning. We remain below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 9,633 with the RSI at or below 41 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 9,861 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 with the MA on the RSI implying we have light momentum support. We remain cautious on moves below USD 9,553.5 as the futures will be in divergence with the RSI, suggesting downside breakouts could struggle to hold. We also continue to highlight two high volume candles that have created fractal support levels (USD 9,575—USD 9,553.5) indicating market buyers at lower levels. Although bearish, the technical has a neutral bias due to underlying support and the potential divergence. A daily close back above the USD 9,700 level will indicate buyside pressure is increasing.

Aluminium Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,567	R1	2,586	2,580.5	Stochastic oversold	RSI below 50
S2	2,540	R2	2,608			
S3	2,530	R3	2,624			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (46)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,586
- Bearish with a neutral bias yesterday, the MA on the RSI implied that momentum remained weak. However, the corrective move failed to hold previously with price creating a second higher than average support candle between USD 9,579.5—USD 9,581 (highlighted on chart). The support candles were countering the close below the linear regression line (USD 2,624), whilst the RSI was at 49, indicating neutrality in the market. If we closed and held below the USD 9,579.5 level, it would indicate that sell side pressure was increasing, leaving support levels vulnerable; conversely, for upside continuation, the futures would need to close above the linear regression line (USD 9,624), and the trend resistance line (USD 2,630).
- The futures sold lower yesterday with price now trading in the USD 9,581—USD 9,579.5 support highlighted yesterday. We are below the EMA support 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 2,586 with the RSI at or above 50.5 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 bearish territory.
- Bearish with a neutral bias, the futures are trading in the bull candle support zone highlighted yesterday. A close that holds below the USD 9,579.5 level will indicate sell side pressure is increasing; conversely, if we hold support the futures will need to close above the linear regression line (USD 9,608), if we do, then trend resistance at USD 2,632 could come under pressure. Price is currently on support at an inflection point.

Zinc Morning Technical (4-hour)



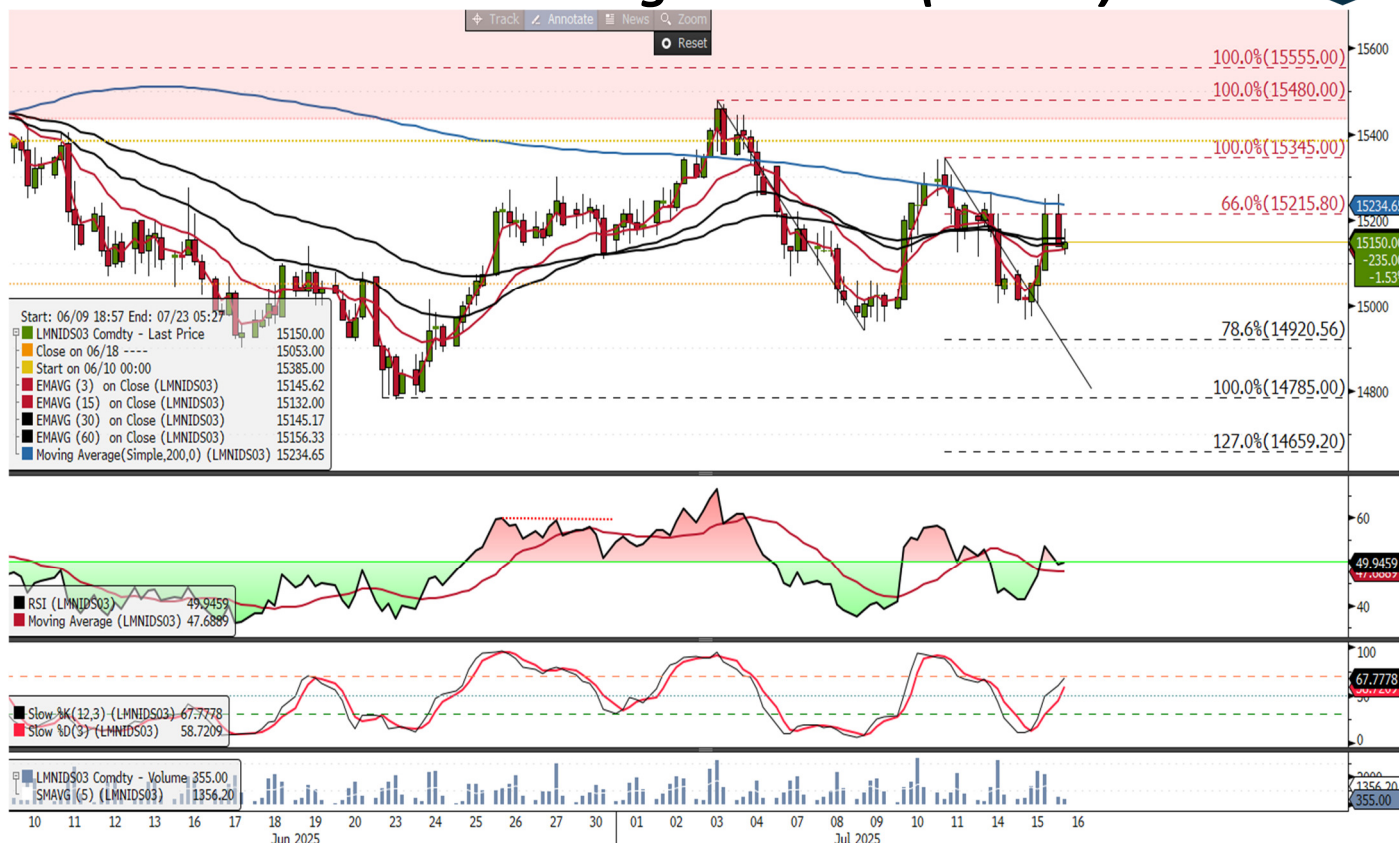
Support	Resistance	Current Price	Bull	Bear
S1	R1	2,697	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

Synopsis - Intraday

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (41)
- Stochastic is oversold
- Price is below the daily pivot point USD 2,706
- Technically bullish with a neutral bias yesterday, the MA on the RSI implied that momentum was weak, the futures had broken key support on the lower timeframe Elliott wave cycle and the 4-hour timeframe, meaning the probability of price trading to a new high was decreasing, implying caution on upside moves at that point. The upside rejection had created a triple top on the daily timeframe, whilst the deep pullback warned that the 200-period MA at USD 2,694 was starting to look vulnerable. A close that holds below the longer-term average will imply that we could see further downside continuation. Two standard deviation below the linear regression support was at USD 2,702, making the USD 2,702—USD 2,694 a key area of support in the near-term.
- The futures have sold lower with price now testing the 200-period MA at USD 2,694. We are below the EMA support 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 2,706 with the RSI at or above 47.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 2,751 will warn that there is further downside within this corrective phase, above this level the technical will be back in bullish territory.
- Bullish with a neutral bias, the futures are testing the 200-period MA and the linear regression support (USD 2,691), meaning we have a note of caution on downside moves in the near-term. However, if we close and hold below the USD 2,694 level, and trade below the USD 2,675 fractal low, then we will run the linear regression from the USD 2,785 high, rather than the USD 2,582 low. Whilst above the support, the futures are not considered a technical sell.

Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	19,920	R1	15,215/34	15,150		RSI below 50
S2	14,785	R2	15,345			
S3	14,659	R3	15,480			

Synopsis - Intraday

Source Bloomberg

- Price is between the EMA support band (Black EMA's)
- RSI is below 50 (49)
- Stochastic is above 50
- Price is above the daily pivot point USD 15,120
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak. The failure to hold above the intraday 200-period MA (USD 15,247), and the subsequent upside rejection suggested that the USD 14,940 fractal low could be tested and broken. Fibonacci projection levels indicate that we have the potential to sell as low as USD 14,785 within this phase of the corrective cycle.
- The futures held support yesterday with price trading higher and breaching the USD 15,215 resistance. We are between the EMA support band with the RSI near-neutral at 49, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 15,120 with the RSI at or below 45.5 will mean price and momentum are aligned to the sell side.
- We are now bearish with a neutral bias, due to the move back above the USD 15,215 level; however, price has once again rejected the intraday 200-period MA 15,234. For downside continuation we will need to see a close below the low of the last dominant bull candle (USD 15,085). Conversely, a close that holds above the USD 15,234 level will leave resistance levels vulnerable. Technically, we were not expecting the USD 15,215 resistance to be tested, meaning our view is more neutral, as the market is not behaving as I expected. Saying that, I am cautious on upside moves whilst below the average, as it is being respected as a resistance line.

Lead Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	1,986	R1	1,996	1,986	Stochastic oversold	RSI below 50
S2	1,969	R2	2,004			
S3	1,942	R3	2,018			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA support band (Black EMA's)
- RSI is below 50 (35)
- Stochastic is oversold
- Price is below the daily point USD 1,996
- We remained bullish but in a corrective phase yesterday with price below the intraday 200-period MA (USD 2,004); a close that held above the average would imply buy-side support was entering the market. The MA on the RSI implied that momentum was weak, whilst the move lower was supported by above average volume, warning the USD 1,986 support could be broken; if it was, then the probability of the futures trading to a new high would start to decrease. Based on the high volume move lower and the weak momentum, the technical suggested we move lower.
- The futures have sold to a low of USD 1,985.5, we are below all key moving averages supported by the RSI below 50, intraday price and momentum are conflicting
- A close on the 4-hour candle above USD 1,996 with the RSI at or above 38 will mean price and momentum are aligned to the buy-side; likewise, a close below this level with the RSI at or below 33.5 will mean it is aligned to the sell side. Upside moves that fail at or below USD 2,042 will leave the futures vulnerable to further moves to the downside, above this level the technical will be back in bullish territory.
- Technically bullish but with a neutral bias, the probability of price trading to a new high within that phase of the cycle has started to decrease, meaning we are cautious on upside moves at this point. However, there is now a minor divergence in play with the RSI, warning we are vulnerable to an intraday test to the upside in the near-term. If we do close and hold above the 200-period MA (USD 2,004) it will warn that Fibonacci resistance could come under pressure.