



# Base Morning Technical Report

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(Bloomberg) -- Copper climbed as minutes from the Federal Reserve showed a willingness from participants to lower interest rates again this year, which would provide a potential boost to non-yielding assets.

Futures on the London Metal Exchange rose as much as 0.8% after closing lower on Wednesday. Minutes from the Fed's September meeting showed most officials judged more policy easing would be appropriate, but many emphasized inflation risks. Investors see rate cuts likely in October and December.

Copper is trading close to a record high following a series of mine outages that are crimping supply, including Indonesia's Grasberg, the world's second-biggest producer. The Freeport-McMoran Inc. operation may only resume by mid-2026, according to state news agency Antara, which cited a local official.

The metal was 0.7% higher at \$10,745.00 a ton at 10:53 a.m. in Hong Kong. Most other metals advanced, led by aluminum. Iron ore futures rose 0.2% to \$104.30 a ton in Singapore.

# Copper Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	10,564	R1	10,857	10,834.5	RSI above 50	
S2	10,462	R2	10,961			
S3	10,358	R3	11,160			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI above 50 (65)
- Stochastic is above 50
- Price is below the daily pivot point USD 10,715
- Technically bullish yesterday, the MA on the RSI was acting as a resistance, whilst price remained in divergence, meaning we continue to be cautious on upside moves above USD 10,800. A close below the low of the last dominant 4-hour bull candle (USD 10,678.5) would imply that buy-side pressure is easing, warning the Fibonacci support zone could come under pressure. We maintained our view based on Elliott wave analysis that downside moves should be considered as countertrend, making USD 10,217 the key support to follow. If broken, then the probability of the futures trading to a new high will start to decrease.
- The futures traded to a high of USD 10,815 before selling to a low of USD 10,591 on the Asian open. However, price has found bid support resulting in the futures trading to a new high. We remain above all key moving averages with price and momentum aligned to the buy-side.
- A close on the 4-hour candle below USD 10,715 with the RSI at or below 61.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 10,247 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the new high yesterday at USD 10,815 has created a small Elliott wave extension on the lower timeframe, meaning the pullback after the breakouts has not been as deep as expected. Price and momentum are aligned to the buy-side, but the futures remain in divergence with the RSI, meaning we continue to be cautious on upside moves whilst the divergence is in play. As highlighted previously, there are higher timeframe Elliott wave cycles in play, meaning we maintain our view that downside moves should still be considered as countertrend.

# Aluminium Morning Technical (4-hour)



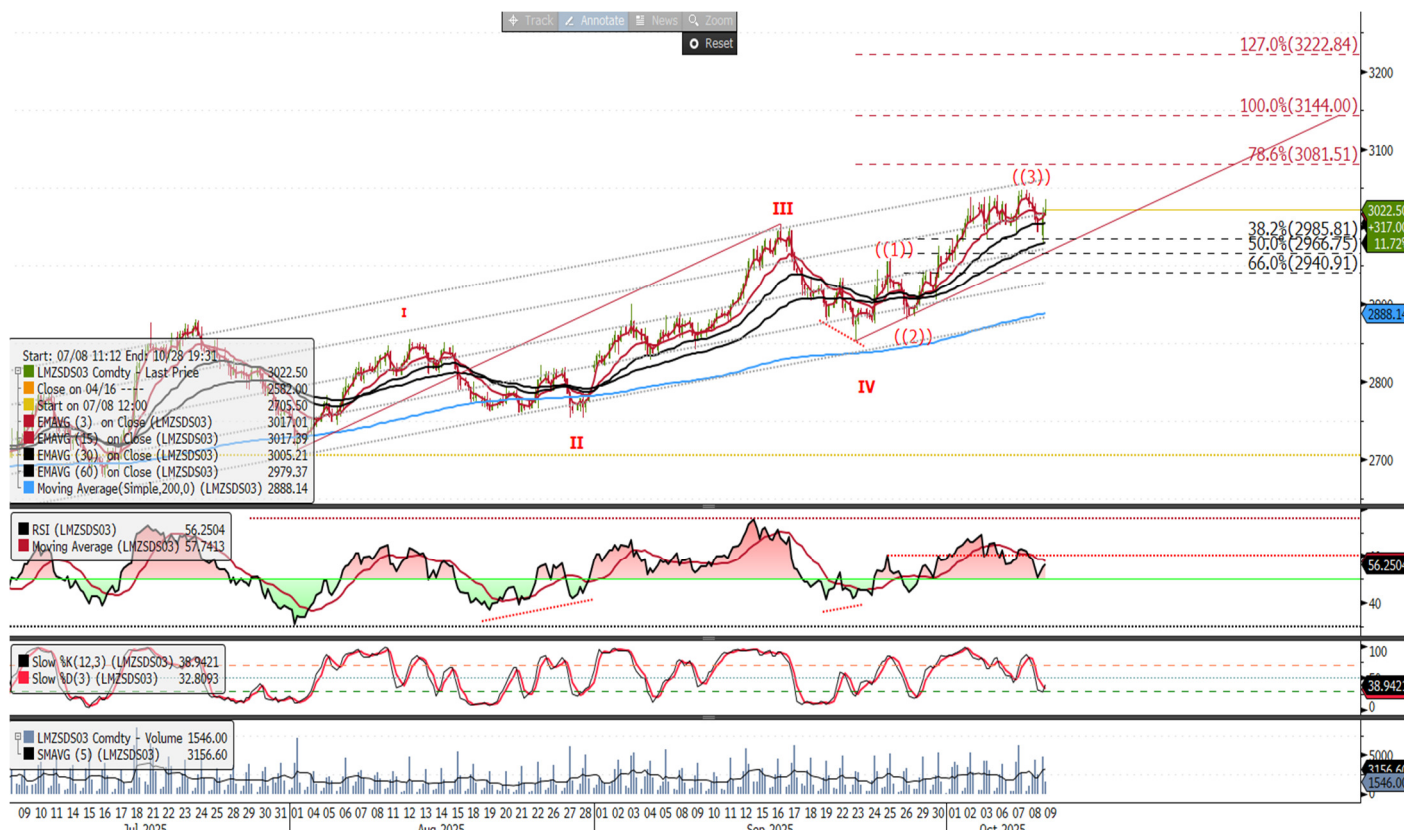
Support		Resistance		Current Price	Bull	Bear
S1	2,751	R1	2,793	2,788	RSI above 50	Stochastic overbought
S2	2,730	R2	2,839			
S3	2,710	R3	2,889			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (73)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,751
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported; however, the RSI remained in divergence with price, warning we could see a momentum slowdown. If price and momentum became aligned to the sell side, or we closed below the low of the last dominant bull candle (now USD 2,717.5), it would imply that sell side pressure was increasing, warning the Fibonacci support zone could be tested. Elliott wave analysis suggests that downside moves should in theory be countertrend, making USD 2,669 the key support to follow, below this level the probability of the futures trading to a new high will start to decrease.
- The futures failed to close below the low of the last dominant bull candle, resulting in price trading to new highs. 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 2,751 with the RSI at or below 64.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,684 will support a bull argument, below this level the technical will have a neutral bias.
- The futures continue to see good bid support with price now trading over two standard deviations above the linear regression line, whilst the RSI is approaching resistance. We are still divergent, price is overextended to the buyside, meaning we continue to be cautious on upside moves at these levels. However, we are yet to see price close below the low of a dominant bull candle (Currently USD 2,746), if we do, it will warn of momentum weakness. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 2,684 the key support to follow.

# Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,015	R1	3,061	RSI above 50	
S2	2,985	R2	3,081		
S3	2,966	R3	3,144		

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (55)
- Stochastic is below 50
- Price is above the daily pivot point USD 3,015
- Technically bullish yesterday, the new high previously meant that the divergence was becoming more prominent, warning we could see a momentum slowdown. The futures were consolidating near their highs; however, USD 3,054 was two standard deviations above the linear regression line, suggesting the futures would potentially be overextended if we approached this level. A close below the low of the last dominant bull candle (USD 3,016) would indicate that sell side pressure was decreasing, warning that Fibonacci support zone could be tested. Elliott wave analysis continued to suggest that downside moves should be considered as countertrend, making USD 2,940 the key support to follow. Below this level, the probability of price trading to a new high would start to decrease. We remained cautious on upside moves in the near-term.
- The futures have entered a corrective phase with price trading into but holding the EMA support band and the Fibonacci support zone. The RSI above 50 whilst intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 3,015 with the RSI at or above 60 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 2,940 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies momentum is weak, meaning support levels are still vulnerable. Yesterday we noted that downside moves should be considered as countertrend. However, if we trade above USD 3,048 then we will have 4-divergences in play just on this timeframe, making me question my count, as we also have the two standard deviation resistance at USD 3,061. Technically we could still move higher, but I have less conviction today, as without reason, any upside move looks like it will struggle to hold. Key support is at USD 2,940, below this level the probability of the futures trading to a new high will start to decrease.



# Nickel Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	15,448	R1	15,583	15,500	RSI above 50	
S2	15,417	R2	15,652			
S3	15,378	R3	15,815			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (57)
- Stochastic is above 50
- Price is below the daily pivot point USD 15,481
- Technically bullish yesterday, the futures were in divergence on the 1-hour timeframe, meaning we had a note of cautious on upside moves in the near-term. However, downside moves that held above the USD 15,282 level will warn that there could be a larger bull cycle coming into play, below this level the probability of the futures trading to a new high will start to decrease. The futures continue to trade on the daily 200-period MA (USD 15,468), meaning price remained at an inflection point.
- The futures sold to a low of USD 15,285 on the 1-hour divergence, held the USD 15,282 level and traded to a new high. We are above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 15,378 with the RSI at or below 54.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 15,375 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the new high means that the futures are in divergence with the RSI, meaning we are cautious on upside moves at these levels. The move higher in the last two months could potentially be a larger A, B, C pattern; however, it looks more like an ascending triangle pattern. We are testing the upper resistance, for upside continuation we are going to need to close and hold above the USD 15,535 level, until we do, the futures are considered as neutral. Conversely, an upside rejection and a close that holds below trend support line (currently USD 15,217) will have bearish connotations. The pattern has a rising trend support line, this has bullish implications, but until we see a confirmed breakout, we remain neutral. You will need volume support on an upside breakout, this is less important on a downside breakout.

# Lead Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,012	R1	2,029	2,021.5	RSI above 50	Stochastic overbought
S2	2,004	R2	2,042			
S3	1,995	R3	2,049			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (57)
- Stochastic is overbought
- Price is above the daily point USD 2,004
- Bullish with a neutral bias yesterday, the MA on the RSI implied that momentum remained weak. However, price was between the EMA support band but the band was flat, indicating we lacked direction bias; this was supported by the RSI being neutral at 50, whilst intraday price and momentum were conflicting, meaning near-term price action had a neutral bias. We were still above the daily 200-period MA (USD 1,989), meaning resistance levels were still considered as vulnerable; however, we closed below the weekly pivot level on Monday (USD 2,012) with price failing to hold above this level on Tuesday, warning we could be looking at a failed swing high, leaving support levels vulnerable.
- The futures sold to a low of USD 1,998.5 before holding the intraday 200-period MA (USD 1,995) and moving higher. We are above the EWMA support band with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 2,004 with the RSI at or below 48.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,000 will support a bull argument, below this level the technical will have a neutral bias.
- The upside move in the Asian day session mean the futures are back in bullish territory. We are looking at an upside breakout from a symmetrical triangle; however, the previous breakout failed to hold, technically the pattern is in play providing we close and hold above the trend line (USD 2,008). If we close back below the USD 2,008 level, price action will be neutral. Bullish but needs confirmation, until we have this, we will continue to be cautious on the upside move.

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