FIS

Aluminium Premium

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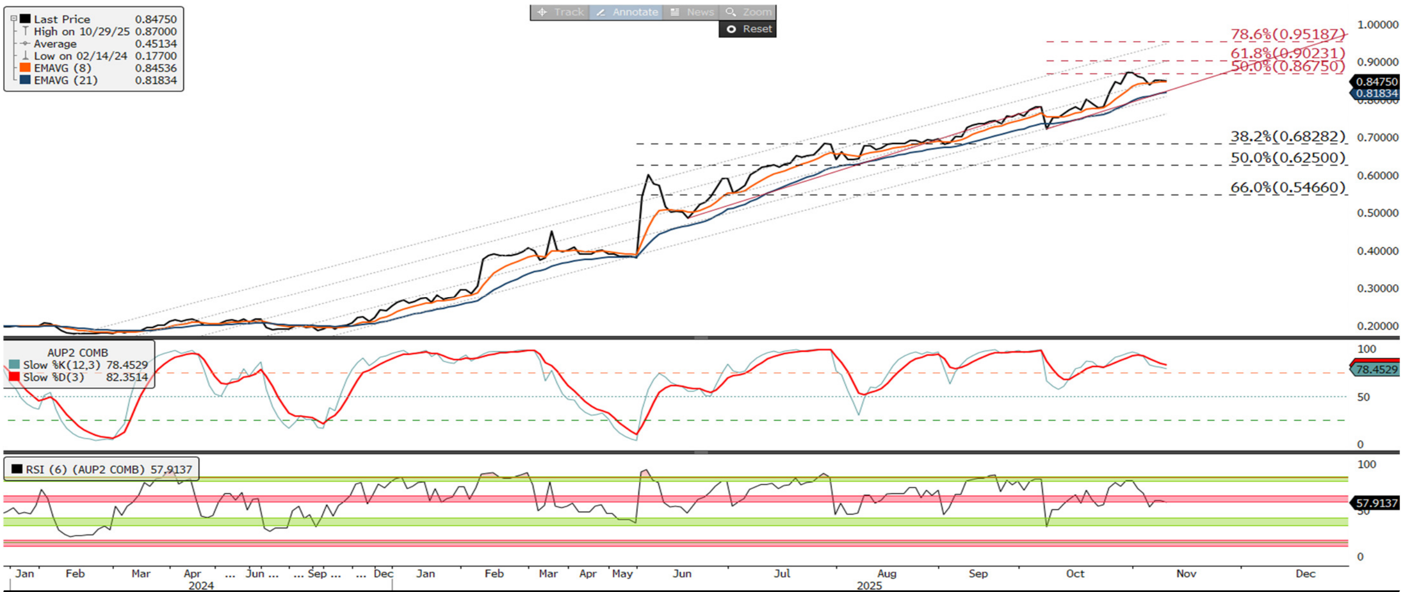
Aluminium Premium Rolling Second Month (DEC) 25



Support		Resistance		Close Price	Bull	Bear
S1	0.7775	R1	0.8539	0.8475	RSI above 50	Stochastic overbought
S2	0.7613	R2	0.8675			
S3	0.6828	R3	0.9023			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- 6– period RSI is above 50 (57)
- Stochastic is overbought
- Technically bullish the futures have seen a small pullback on a negative divergence with the RSI, resulting in price testing but holding above the 8-peirod EMA.
- The futures are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 0.5466 will support a longer-term bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the move lower on the negative divergence means the Dec futures have closed just below the linear regression line (USD 0.8539), if we hold below it will warn that the USD 0.7775 fractal low could come under pressure. However, USD 0.7613 is two standard deviations (stdv) below the linear line, which has the potential to act as a support. We can see on the chart that the 2 stdv support has been tested only once within the longer-term bull trend; if we test and hold the support line, whilst the 6-period RSI is between 41 and 33.5, it will warn that resistance levels could come back under pressure. Likewise, a close back above the linear line (USD 0.8539) will imply that there remains an underlying support in the market, suggesting market sellers should act with caution. A close that holds below the 2 stdv support with the RSI moving below 33.5 will warn that a more sustained correction could be upon us. With price on the linear line we are currently at an inflection point (neutrality), as we need to hold below it to test support, or move back above it to resume the bull trend.