



Base Morning Technical Report

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Cu

(Bloomberg) -- Copper climbed to a fresh record following a Federal Reserve rate cut and on concerns over tightening global supply.

The industrial metal rose as much as 0.7% to \$11,952 a ton on Friday, extending a powerful rally and putting prices on course for a third weekly gain. The Fed lowered borrowing costs on Thursday for a third straight meeting and upgraded growth forecasts for the US economy.

The drivers of copper's gains this year have been manifold. On the supply-side, miners are struggling to keep up with growing smelter capacity, and there have been several unplanned mine outages. The energy transition is boosting demand for the metal in renewables and power grids, and looser monetary policy is an additional tailwind.

In 2026, copper will see "real tightness on increased impediments to supply, putting the market into deficit and driving sustainable price upside," UBS Group AG analysts including Lachlan Shaw said in a note.

[Read More: How a Copper Crunch Is Looming Just as AI Boom Hits: QuickTake](#)

Prices have been supercharged in recent weeks by renewed trader interest in shipping copper to the US, where President Donald Trump is due to decide on import tariffs by the middle of next year. That movement of metal threatens to leave the rest of the world short of supply, analysts including Citigroup Inc. have said.

Copper rose 0.2% to \$11,890 a ton on the London Metal Exchange as of 3:15 p.m. in Shanghai, and was up 2.3% for the week. Aluminum and zinc edged lower, paring weekly gains.

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	11,787	R1	11,975	RSI above 50	Stochastic overbought
S2	11,754	R2	12,105		
S3	11,693	R3	12,234		

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI is above 50 (66)
- Stochastic is overbought
- Price is above the daily pivot point USD 11,787
- Technically bullish yesterday, the move above USD 11,656 warned that the USD 11,771 fractal high was now vulnerable. However, as highlighted previously, a new high would create a negative divergence with the RSI. Not a sell signal, it warned that we could see a momentum slowdown, which needed to be monitored. Buyside pressure was increasing based on the move above key resistance, but we continued to be cautious on upside breakouts due to the divergence. Downside moves below USD 11,357 would mean that the probability of the futures trading to a new high would start to decrease.
- Having broken key resistance previously, indicating buyside pressure was increasing, the futures have now traded to a new high. 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 11,787 with the RSI at or below 59 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 11,610 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI implies that momentum is supported. The new high means that the futures are in divergence with the RSI, not a sell signal it is a warning that we could see a momentum slowdown, which needs to be monitored. However, the upside moves means that we have seen a lower timeframe Elliott wave extension, indicating intraday downside moves should be considered as countertrend in the near-term, making USD 11,610 the key support to follow. If broken, then the probability of price trading to a new high will start to decrease. Note: the upside breakout yesterday had volume support, we have seen a lower timeframe Elliott wave extension resulting in an oscillator push higher, meaning we are now on alert for a possible wave extension on the higher timeframe also.

Aluminium Morning Technical (4-hour)



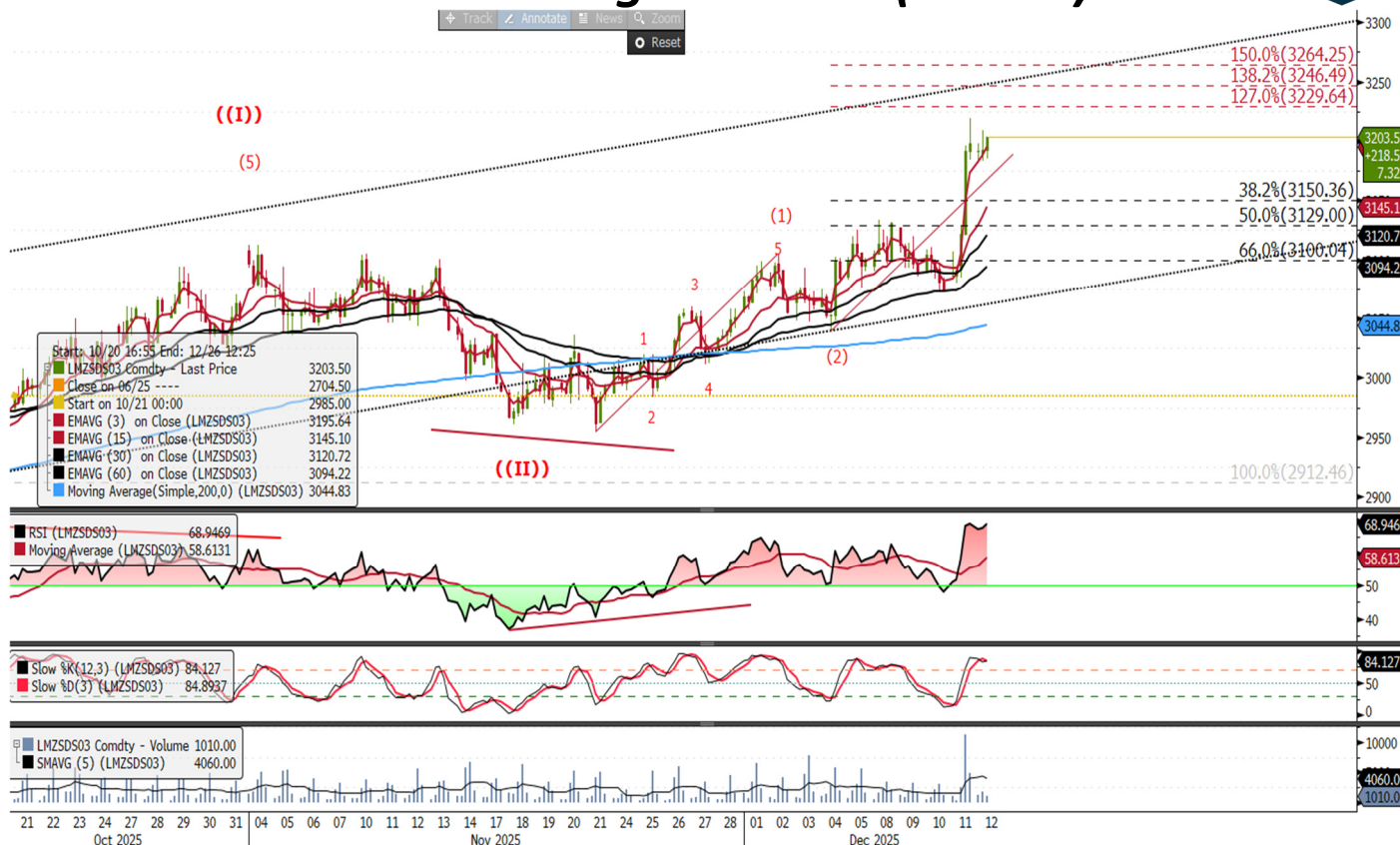
Support		Resistance		Current Price	Bull	Bear
S1	2,862	R1	2,899	2,887.5	RSI above 50	Stochastic overbought
S2	2,845	R2	2,920			
S3	2,821	R3	2,947			

Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (52)
- Stochastic is overbought
- Price is below the daily pivot point USD 2,891
- Technically bullish but in a corrective phase yesterday, the MA on the RSI was flat, indicating momentum was neutral. The upside move on the open was failing to hold above the linear regression line (USD 2,882), warning the 200-period MA could come back under pressure. We noted that a close that held above the linear regression line that also breached the USD 2,893 resistance would indicate that buy-side pressure is increasing. As highlighted previously, our Elliott wave analysis did suggest that downside moves should be considered as countertrend, making USD 2,821 the key support to follow. If broken, then the probability of price trading to a new high would start to decrease. Market bulls needed to see price above the linear regression line.
- The futures traded to a high of USD 2,908.5; however we failed to hold above the linear regression line (USD 2,897), resulting in price coming under pressure on the open. We are above the EMA support band with the RSI above 50, intraday price and momentum are aligned to the buy-side, as the previous candle closed above the daily pivot level.
- A close on the 4-hour candle below USD 2,891 with the RSI at or below 49 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,821 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bullish, the MA on the RSI implies that momentum is supported, whilst the move above USD 2,893 indicates that buy-side pressure is increasing; however, for upside continuation, price needs to hold above the linear regression line. If we do, then the USD 2,920 fractal high becomes vulnerable. Key support remains unchanged at USD 2,821, if broken, then the probability of price trading to a new high will start to decrease.

Zinc Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	3,203.5	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 (68)
- Stochastic is overbought
- Price is above the daily pivot point USD 3,167
- Unchanged on the technical yesterday. We remained bullish but in a corrective phase with the MA on the RSI implying that we had light momentum weakness. Our Elliott wave analysis continued to suggest that downside moves should in theory be countertrend, making USD 3,070 the key support to follow. If broken, then the probability of price trading to a new high would start to decrease, bringing into question our wave analysis.
- The futures have traded to a new high, 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 3,167 with the RSI at or below 56.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 3,100 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 momentum support. The upside breakout yesterday was on a high volume candle, whilst our Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 3,100 the key support to follow. Below this level the probability of the futures trading to a new low will start to decrease. Bullish