



# Base Morning Technical Report

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Cu

(Bloomberg) -- Copper gained as investors await the US inflation data that could impact the Federal Reserve's stance on further rate cuts.

Prices rose as much as 0.9% on the London Metal Exchange on Wednesday, ahead of the key economic report due Thursday. Several Fed officials are due to speak publicly, with Chicago Fed President Austan Goolsbee saying he expects strong growth and further rate cuts in 2026.

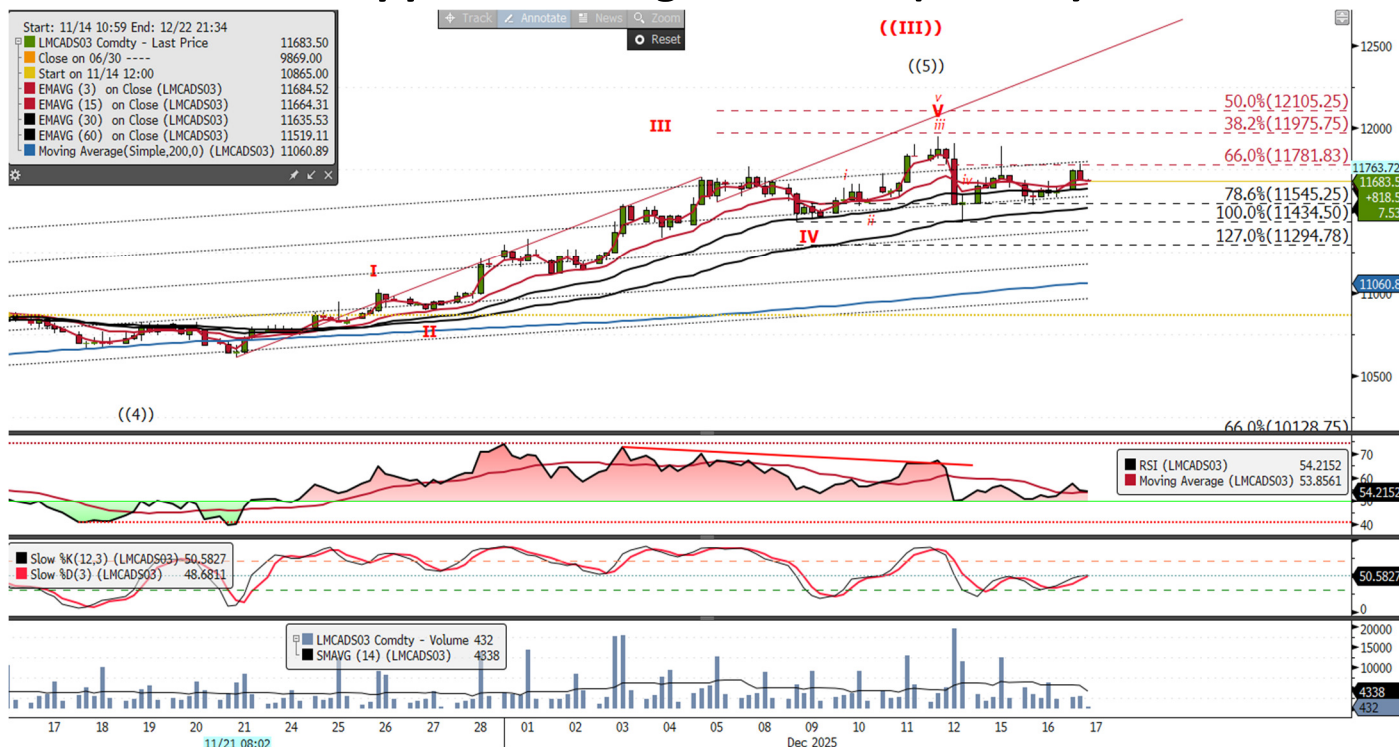
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The industrial metal has rallied more than 30% this year after a series of mine disruptions cut supply. The market continues to draw support from resilient demand tied to electrification and grid investment, which has kept underlying sentiment constructive.

Still, copper has been fluctuating since it hit a record high of nearly \$12,000 a ton on Friday. This week's uneven performance underscores the market's vulnerability to shifts in sentiment, including any cooling of optimism around artificial intelligence or economic data that could damp broader risk appetite.

The metal traded 0.8% higher at \$11,682 a ton on the LME as of 11:18 a.m. in Singapore. Other metals also gained, with aluminum rising 0.4% and nickel up 0.8%.

# Copper Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	R1	11,683.5	RSI is above 50	
S2	R2			
S3	R3			

## Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI is above 50 (54)
- Stochastic is below 50
- Price is below the daily pivot point USD 11,605
- Technically bullish with a neutral bias yesterday, the MA on the RSI implied that we had light momentum weakness. The upside move failed to hold previously, resulting in a bearish rejection candle on above average volume, suggesting selling pressure at higher levels, warning the lower timeframe Elliott wave cycle had a higher chance of failing. A close below the low of the high volume dominant bear candle (USD 11,541.5) would warn that the USD 11,434 fractal low could be tested and broken; if it was, then the technical would be bearish. Conversely, a close above the high of this candle (USD 11,909.5) would indicate that buyside pressure was increasing, leaving the USD 11,952 fractal high vulnerable. As highlighted previously, we continued to have a note of caution on upside breakouts, as price will be potentially divergent with the RSI.
- We remain supported with the futures breaching the USD 11,781 resistance this morning; however, values have dropped a little since then. 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 11,605 with the RSI at or below 51.5 will mean price and momentum are aligned to the sell side.
- Technically bullish, the MA on the RSI implies we have very light momentum support. If we close above the high of the last dominant bear candle (USD 11,909.5) will warn that the that the USD 11,952 fractal high could be tested and broken. As noted previously, we are cautious on upside breakouts to new highs, as we have the bearish rejection candle above us, warning of sell side pressure at higher levels, whilst the futures will be divergent above USD 11,952. If we close below the low of the last dominant bear candle (USD 11,541.5) it will warn that the USD 11,434 fractal low could be tested and broken; if it is, it will take the technical into bearish territory. Technically, we could move higher in the near-term; however, we are now cautious on upside moves as they could struggle to hold.

# Aluminium Morning Technical (4-hour)



Support		Resistance		Current Price	Bull	Bear
S1	2,870	R1	2,891	2,880		Stochastic overbought
S2	2,859	R2	2,899			
S3	2,846	R3	2,921			

Source Bloomberg

## Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is at 50 (50)
- Stochastic is overbought
- Price is above the daily pivot point USD 2,870
- The futures remained bullish but in a corrective phase. We noted that a close above the linear regression (USD 2,888) line would imply that buy-side pressure was increasing; however, for upside continuation we would also need to close above the high of the last dominant bear candle (USD 2,895.5). Conversely, a close that held below the 200-period MA would warn that the USD 2,821 Fibonacci support could be tested and broken. If it was, then the probability of price trading to a new high would start to decrease. We were seeing bull support on the open, but needed a close above USD 2,895.5 for upside continuation.
- The futures have tested but remain below the linear regression line (USD 2,891); however, price is holding above the EMA support band with the RSI neutral at 50, intraday price and momentum are aligned to the buy-side.
- A close on the 4-hour candle below USD 2,870 with the RSI at or above 48 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 2,822 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bullish, the futures remain in a corrective phase. The MA on the RSI implies that we have light momentum support; however, for upside continuation we need to close above both the linear regression line, and the high of the last dominant bear candle (USD 2,895.5). A close that holds below the intraday 200-period MA (USD 2,859) will warn that support levels could come under pressure, making USD 2,822 the key support to follow. Downside moves below this level will warn that the probability of the futures trading to a new high will start to decrease; conversely, corrective moves that hold at or above this level will warn that there could be a larger bull cycle coming into play.

# Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,035	R1	3,054	Stochastic oversold	RSI below 50
S2	3,012	R2	3,057		
S3	2,999	R3	3,104		

## Synopsis - Intraday

Source Bloomberg

- 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 3,057
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak. The close below the low of the last dominant bull candle suggests market longs had exited their positions, resulting in price testing the intraday 200-period MA (USD 3,053). We noted that a close that held below the average would weaken the technical further. The bullish Elliott wave cycle had failed, we highlighted that even if the cycle had produced a lower timeframe extension, it had still failed. We were bearish, the cycle failure suggested that support levels were vulnerable.
- The futures have sold to a low of USD 3,033 before finding light bid support. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 3,057 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 3,156 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI implies that momentum is weak at this point. The futures have closed below the intraday 200-period MA (USD 2,054), if we hold above it, then support levels will become vulnerable. Conversely, a close that holds above the average will leave the futures vulnerable to an intraday move higher. However, with the bull cycle failing we are now cautious on upside moves, making USD 3,156 the key resistance to follow. Above this level, the probability of the futures trading to a new low will start to decrease.