



Base Morning Technical Report

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Cu

(Bloomberg) -- Copper will rally to \$14,000 a ton within the coming three months amid bullish momentum, but could peak this month unless fresh catalysts emerge, according to Citigroup Inc.

Bank retains its forecast for copper on LME to average \$13,000 across 2Q-4Q, its analysts including Max Layton write in emailed note

Market momentum, further positioning upside, and intact bullish narratives “can all drive prices higher in the very near-term”

Bullish narratives cited include: US arb/tariff dynamics, demand and growth expectations, mine supply constraint, debasement tail-risks

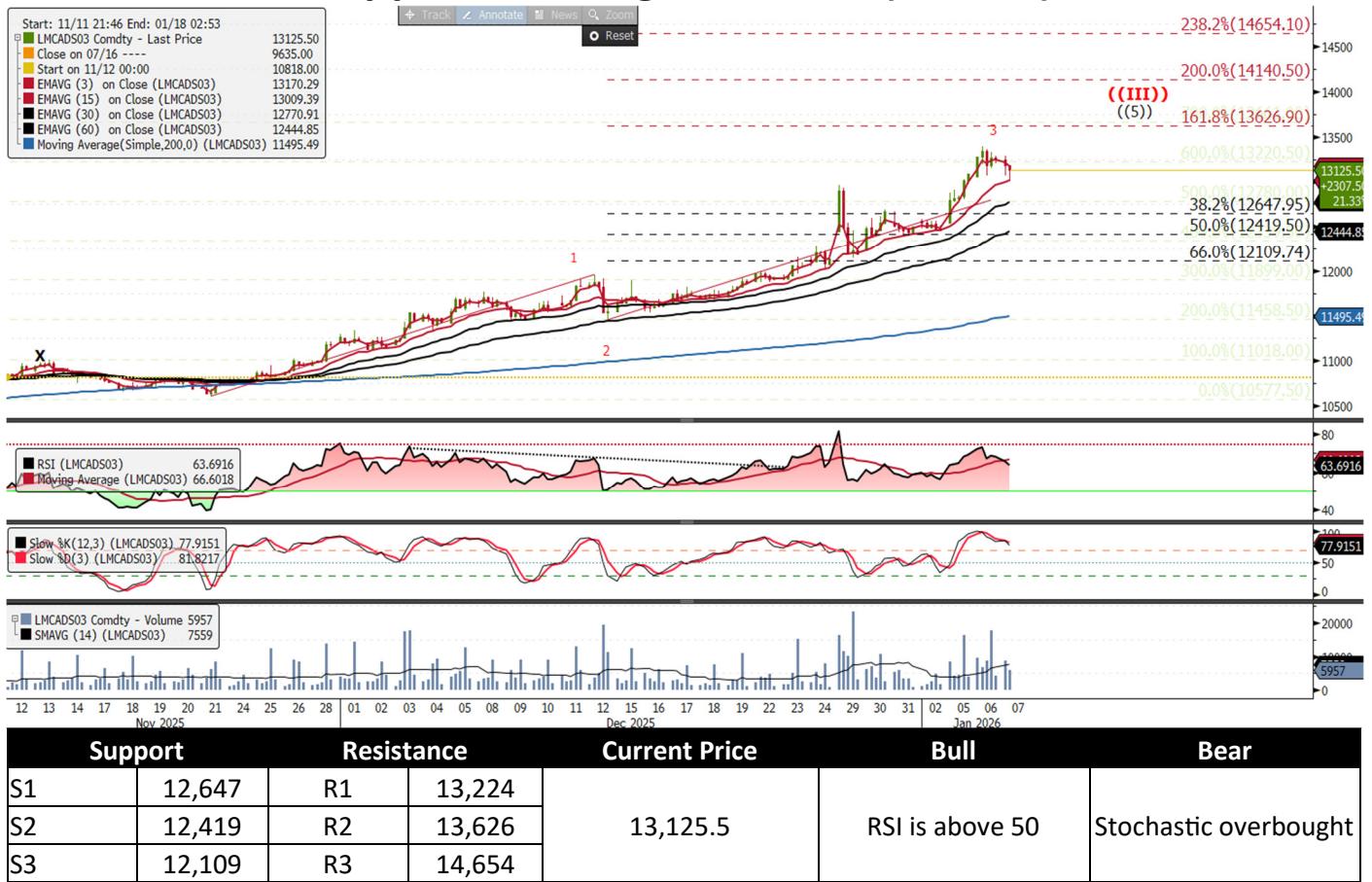
“Our price conviction from here is not strong and our base case is the market eventually gives back any further gains beyond \$13,000/ton”

That level is enough to incentivize additional scrap supply, substitution and thrifting for a balanced global physical market in 2026

Sentiment on LME-COMEX arb is “core pillar” of recent strength, but is vulnerable to US tariff policy uncertainty

Base case is that refined copper tariffs ultimately fail to materialize or are mitigated via exemptions to regional US partners, e.g. Chile

Copper Morning Technical (4-hour)



Synopsis - Intraday

Source Bloomberg

- Price is above the EMA support band (Black EMA's)
- The RSI is above 50 (63)
- Stochastic is overbought
- Price is below the daily pivot point USD 13,224
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported, whilst Elliott wave analysis indicated that downside moves should be considered as countertrend, making USD 12,109 the key support to follow. Below this level the probability of the futures trading to a new high would start to decrease. The RSI was divergent with price, which needed to be monitored, as it warned that buyside momentum could slow down.
- The futures have seen a light pullback but remain above the EMA support band with the RSI above 50, intraday price and momentum are now aligned to the sell side.
- A close on the 4-hour candle above USD 13,224 with the RSI at or above 69 will mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 12,109 will support a bull argument, below this level the technical will have a neutral bias. Note: Fibonacci support is revised lower in line with the larger wave extension.
- Technically bullish, the futures have entered a small corrective phase; however, we are yet to confirm that this is a lower timeframe countertrend wave 4. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, a close below the low of the last dominant bull candle (USD 13,049) will indicate that buyside pressure is decreasing, warning the Fibonacci support zone could be tested.

Aluminium Morning Technical (4-hour)



Source Bloomberg

Synopsis - Intraday

- Price is above the EMA support band (Black EMA's)
- RSI is above 50 (72)
- Stochastic is overbought
- Price is above the daily pivot point USD 3,115
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported, whilst Elliott wave analysis suggested that downside moves should be considered as countertrend, making USD 3,004 the key support to follow. If broken, then the probability of the futures trading to a new high would start to decrease. We noted that a close below the low of the last high volume dominant bull candle (USD 3,080.5) would imply买side pressure was decreasing, warning Fibonacci support could come under pressure in the near-term.
- The futures remain supported with price consolidating near their highs. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 3,115 with the RSI at or below 72.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 3,007 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical this morning, we remain bullish with downside moves considered as countertrend. The futures are trading just below yesterday's highs with price entering a lower timeframe corrective Elliott wave 4. However, we will still need to see a close below the low of the last high volume dominant bull candle to signal buy side pressure is easing (USD 3,080.5). Bullish

Zinc Morning Technical (4-hour)



Support	Resistance	Current Price	Bull	Bear
S1	3,240	R1	3,298	
S2	3,178	R2	3,369	
S3	3,150	R3	3,399	Stochastic overbought

Synopsis - Intraday

Source Bloomberg

- Price is above the EMA resistance band (Black EMA's)
- RSI is above 50 (68)
- Stochastic is overbought
- Price is above the daily pivot point USD 3,240
- Technically bullish yesterday, the MA on the RSI implied that momentum was supported. The futures had entered a higher timeframe bullish Elliott wave cycle, meaning downside moves should be considered as countertrend, making USD 3,109 the key support to follow. If broken, then the probability of price trading to a new high would start to decrease.
- The futures remain supported near their 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 3,240 with the RSI at or below 64.5 will mean price and momentum are aligned to the side. Downside moves that hold at or above USD 3,112 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical today, we remain bullish with the MA on the RSI indicating that momentum remains supported. Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, making USD 3,112 the key support to follow. If broken, then the probability of price trading to a new low will start to decrease.