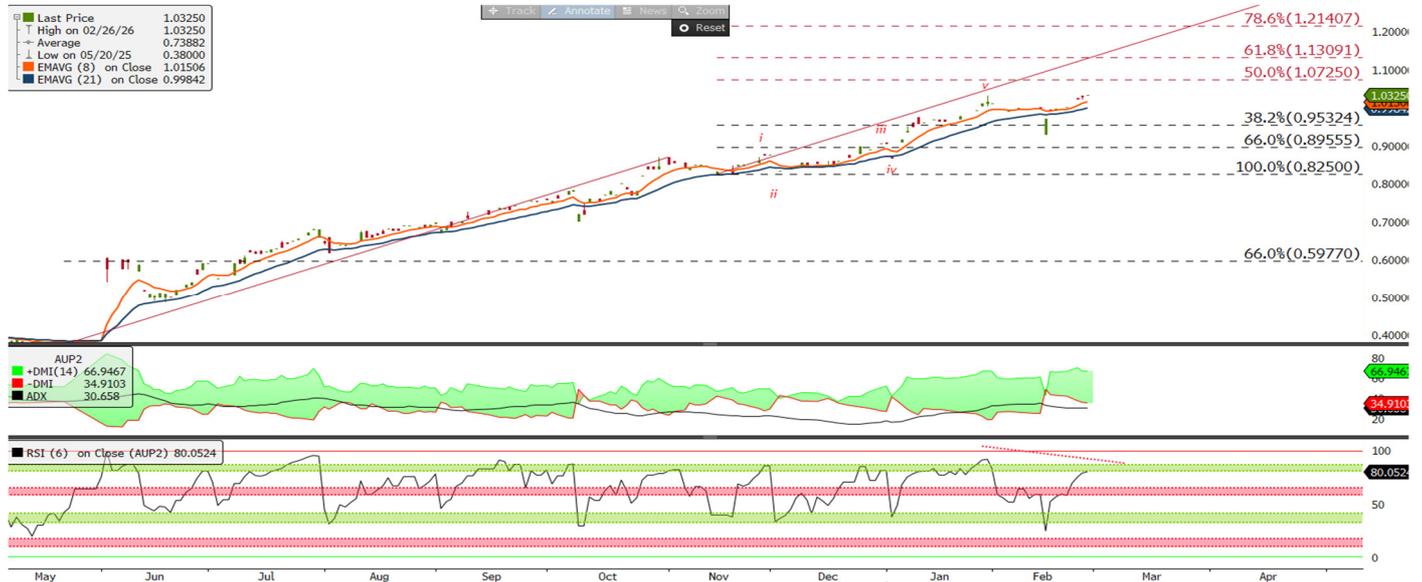


Aluminium Premium Rolling 2nd Month (March) 26



Support	Resistance	Close Price	Bull	Bear
S1	R1	01.032	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is between the 8 - 21 period EMA's
- 6 - period RSI is above 50 (80)
- DMI positive
- Technical Outlook previously: bullish throwback
- Futures had entered a corrective phase resulting in price trading between its moving average. However, the ADX had risen to 33 indicating price was in a trending environment, warning downside moves had the potential to be countertrend. We identify USD 0.894 as a key support on the technical, corrective moves that held at or above this level would signal that we could see a bullish wave extension, leaving resistance levels vulnerable. Conversely, a pullback below 0.894 would be considered as deep into the last bull wave and weaken the bull structure. As highlighted previously, an RSI pullback that holds above the 41-34 support zone would further warn of potential upside continuation. Near-term price had weakened; however, while above USD 0.894 with the ADX at 33 we are cautious on downside moves at this point.
- The futures traded to a low of USD 10.93 before trading to new highs. Price is above the 8-21 period EMA's supported by the RSI above 50.
- Downside moves that hold at or above USD 0.895 will support a bull argument, below this level the technical will have a neutral bias.
- Technical Outlook: cautious bull
- The upside move to a new high has created a negative divergence with the RSI on both the daily and weekly timeframe. The divergence is not a sell signal, but it does warn that buy-side momentum could slow down, meaning we are cautious on upside moves at these levels. Below USD 0.93 the technical will be bearish based on price; however, we identify USD 0.895 as a key support to monitor. Corrective moves that hold at or above this level will warn that there is potentially a larger bull cycle in play. The ADX supports a trending environment but has fallen on rising price, suggesting the strength of the bull trend is weakening.