



Base Morning Technical Report

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(Bloomberg) -- Copper edged higher, after touching a seven-week low on Wednesday, as a weakening dollar and an artificial intelligence stock rally buoyed sentiment for the metal used in electrification.

The upward move came a day after a 2.1% slump on the London Metal Exchange when the prospect of higher interest rates sapped risk appetite.

Industrial metals were battered earlier in the week when a rising dollar weighed on commodities priced in the currency. This came after Federal Reserve policymakers signaled growing support for higher borrowing costs, a headwind for all risk assets.

Copper gained as much as 0.7% to \$13,183 a ton before paring the advance to \$13,097 on the LME as of 8:12 a.m. local time. Aluminum was up 0.1% at \$3,124 after plunging to the lowest close since Feb. 24, wiping out all the gains during the Iran war, as progress toward a US-Iran peace deal fueled expectations for a resumption of supplies from a key producing region for the metal.

Nickel rose 0.2% to \$16,855 a ton. The metal used in stainless steel and electric vehicle battery production slumped 2.1% in the previous session after Bloomberg reported Indonesia is poised to allow a significant rise in mined nickel production later this year. Iron ore fell 0.8% to \$97.55 a ton in Singapore.

Copper Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	13,032	R1	13,165	Stochastic oversold	RSI below 50
S2	12,956	R2	13,333		
S3	12,876	R3	13,440		

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- The RSI is below 50 (26)
- Stochastic is oversold
- Price is below the daily pivot point USD 13,165
- Technical Outlook Previously: Upside moves considered as countertrend.
- The downside move yesterday had found bid support on the trend resistance line that formed in early June at USD 13,316 . Intraday Elliott wave analysis suggested that upside moves should be considered as countertrend, providing the USD 13,713 resistance was not breached; if it was, then the probability of price trading to a new low would begin to decrease. A close above the high of the last dominant bear candle at USD 13,486.5 would indicate buy-side pressure was increasing, warning the Fibonacci resistance zone could be tested.
- Bid support on the open yesterday failed to close above the USD 13,486.5 level, resulting in price selling lower for the remainder of the session. 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 13,165 with the RSI at or above 32.5 would mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 13,585 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical Outlook: Upside moves considered as countertrend.
- Without any significant pullback the technical outlook is unchanged, as our Elliott wave analysis indicates that upside moves should be considered as countertrend, providing we remain below the USD 13,585 resistance. The lower timeframe Elliott wave cycle has extended, suggesting we should see price test the USD 12,988 fractal low before producing a higher timeframe pullback.

Aluminium Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,060	R1	3,140.5	Stochastic oversold	RSI below 50
S2	2,974	R2			
S3	2,888	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (24)
- Stochastic is oversold
- Price is below the daily pivot point USD 3,163
- Technical outlook Previously: Upside moves considered as countertrend
- We noted yesterday that working on the basis that we could be looking at a W, X, Y correction, Fibonacci projection levels suggested that the USD 3,200 support could be tested in the very near-term. Intraday Elliott wave analysis continued to suggest that upside moves should be considered as countertrend, providing we remained below USD 3,357. Primary trend support on the daily timeframe is at USD 3,164, if tested, intraday market sellers should expect a reaction from higher timeframe buyers.
- The futures traded below the USD 3,200 and USD 3,164 levels before selling to a low of USD 3,110. We traded around the USD 3,164 level for only 1-hour before breaking lower. Price is 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 3,163 with the RSI at or above 26 would mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 3,318 would leave the futures vulnerable to further tests to the downside, above this level the probability of the futures trading to a new low within this phase of the cycle would begin to decrease.
- Technical outlook: Upside moves considered as countertrend
- The futures remain in a bearish trending environment with price below all key moving averages. The RSI has made a new low alongside price, signaling bearish momentum confirmation, while Elliott wave analysis implies that upside moves should be considered as countertrend. Momentum will be divergent on the 1-hour timeframe, indicating caution on downside breakouts below USD 3,110 in the near-term.

Zinc Morning Technical (4-hour)



	Support	Resistance	Current Price	Bull	Bear
S1	3,373	R1	3,425.5	Stochastic oversold	RSI below 50
S2	3,349	R2			
S3	3,298	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the EMA resistance band (Black EMA's)
- RSI is below 50 (33)
- Stochastic is oversold
- Price is below the daily pivot point USD 3,439
- Technical outlook Previously: Caution on upside moves
- Intraday Elliott wave analysis suggested that upside moves should be considered as countertrend, providing we remained below the USD 3,569 resistance. Our Analysis suggested the corrective phase looks to be a running flat, warning the USD 3,432 Fibonacci projection level could be tested. However, we highlighted the rising channel on the daily timeframe that has been in play since June 2025, as trend support is at USD 3,476, indicating market sellers should have a note of caution around these levels, as it could attract higher timeframe buyers.
- The futures sold and closed below the trend support line on the daily timeframe yesterday, resulting in the USD 3,432 support being tested and broken. We are below all key moving 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 3,439 with the RSI at or above 36 would mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 3,543 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Caution on upside moves
- Our Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, providing we remain below the USD 3,543 resistance. However, the RSI is divergent, warning sell side momentum could slow in the near-term. A close above the high of the last dominant bear candle at USD 3,436 will warn that intraday buy side pressure is starting to increase.