

Thursday Oct 6<sup>th</sup> 2016 Tel: + 44 (0)7710369208 - [www.cliffgreenconsultancy.com](http://www.cliffgreenconsultancy.com) – email: [cliff@cliff-green.com](mailto:cliff@cliff-green.com)

## Copper holds nearby supports as prices continue to digest recent impressive gains.

LME COPPER – 3 months		
Last Price/Change	4799	-6
Resistance	4880/4900	5020/40
Support	4760/80	4670/90
Outlook/Target	Ranging	-

### COPPER

While intermediate technical studies continue to improve with an important bottoming process appearing to be under construction the short to medium term trend structure remains pointed sideways with prices still firmly trapped within the confines of a the past 11 months broad and choppy trading range. Believe key nearby support in the 4760/80 area could now come under further examination, which if decisively breached would trigger deeper near term falls closer to the 4670/90 zone where better demand should then be encountered. Local resistance starts now in the 4880/4900 region.

**TRADING STRATEGY:** Continue to build long position on corrective pullbacks within prevailing range.

LME ALUMINIUM – 3 months		
Last Price/Change	1676	+7
Resistance	1700/10	1760/70
Support	1610/20	1550/60
Outlook/Target	Positive	1700/1770

### ALUMINIUM

While the underlying technical outlook remains decisively bullish with completed basing patterns capable of supporting higher targets in the weeks ahead, upward progress is proving rather laboured with regular corrective and reconsolidative action continuing to be experienced. Expect strong resistance to again be encountered on approach to the important 1700/10 area and with oscillators appearing to be a little 'overbought' this market looks vulnerable to a fresh reaction in the coming sessions. Believe local support at 1610/20 could come under renewed examination, which if decisively breached would set up a test of 1550/60.

**TRADING STRATEGY:** With profits secured on 1580 longs will look to re-establish on fresh corrective dips.

LME ZINC – 3months		
Last Price/Change	2344	-35
Resistance	2400/20	2460/70
Support	2290/2300	2160/70
Outlook/Target	Correction	-

### ZINC

Overall technical studies remain decisively bullish with completed basing patterns capable of supporting higher targets in the days and weeks ahead. However, interim targets in and around the 2400/20 area have now been fulfilled and with oscillators showing this market to be a little 'overbought' gains look in need of correction and/or reconsolidation prior to pushing higher once more. Local support starts now in the 2290/2300 zone with only a clear and sustained break beneath here likely to trigger deeper near term falls and set up a test of the more important 2160/70 region. Note: breaks above 2420 signals 2470 next.

**TRADING STRATEGY:** With profits on 2250 longs secured will look to re-establish on fresh corrective dips.

LME LEAD – 3 months		
Last Price/Change	2050	-23
Resistance	2150/60	2210/20
Support	2040/50	1940/50
Outlook/Target	Positive	2150

### LEAD

While intermediate technical studies remain decisively bullish with higher targets still clearly readable, interim objectives in and around the 2150/60 area have now been fulfilled with gains once more appearing in need of digestion through correction and/or reconsolidation. Local support now starts in the 2040/50 region with only a decisive break back beneath here likely to trigger deeper near term falls and set up a return to the 1940/50 zone where better demand should then be stimulated. Note: eventual breaks above the 2150/60 area would confirm acceleration closer to the 2210/20 level.

**TRADING STRATEGY:** With profits on longs secured will await lower levels ahead of re-establishing.

LME NICKEL – 3 months		
Last Price/Change	10105	+25
Resistance	11000/11100	11800/11900
Support	9600/9700	8700/8800
Outlook/Target	Correction	-

### NICKEL

While underlying bullish patterns are undisturbed with higher targets still clearly readable in the weeks ahead, immediate rally attempts continue to meet strong overhead resistance on approach to the 11000 region with yet further corrective action currently being experienced. Believe pivotal support in and around the 9600/9700 area could now come under renewed examination, which if decisively breached could extend near term falls closer to the 8700/8800 zone prior to better demand being uncovered. Note: a clear and sustained break above 11000/11100 is needed to regenerate upward momentum.

**TRADING STRATEGY:** Would continue to utilise corrective pullbacks to probe the long side.

LME TIN – 3 months		
Last Price/Change	19880	+5
Resistance	20600/20700	21800/21900
Support	19500/19600	18500/18600
Outlook/Target	Correction	-

### TIN

Underlying bullish patterns remain firmly in force and with prices pushing through further layers of resistance this market is now expected to head towards next objectives set in and around the 20600/20700 area prior to better supply being encountered. Immediate pullbacks are likely to be restricted to potentially sharp but probably short lived corrective action only for the time being with nearby support now visible starting in the 19500/19600 zone. Only a close beneath here would trigger more serious near term falls and set up a test of the more important 18500/18600 region.

**TRADING STRATEGY:** Continue to probe the long side on corrective pullbacks/hold long positions.

**COMEX GOLD – October 2016**

Last Price/Change	1266.5	+0.2
Resistance	1295.0/1300.0	1340.0/45.0
Support	1255.0/60.0	1200.0/05.0
Outlook/Target	Deteriorates	-

**GOLD**

While longer term bullish patterns are undisturbed, the short to medium term technical outlook has clearly deteriorated with deeper corrective weakness now signalled. Believe key nearby support waiting at 1255.0/60 could come under serious examination, which if decisively breached could push values closer to the 1200.0/05.0 region ahead of better demand being uncovered. Immediate recovery attempts should now be restricted by a wealth of strong overhead resistance which starts in the 1295.0/1300.0 zone which needs to be regained to relieve the current downward pressure.

**TRADING STRATEGY:** Aside for time being but will monitor corrective bounces to consider the short side.

**COMEX SILVER – December 2016**

Last Price/Change	17.680	-0.095
Resistance	19.20/40	20.10/30
Support	17.50/70	16.80/17.00
Outlook/Target	Correction	-

**SILVER**

While the overall bullish outlook is undisturbed with prices expected to trend generally higher in the weeks ahead, shorter term trends have turned down with the completion of a secondary top likely to trigger deeper corrective weakness in the coming days. Believe local support in the 17.50/70 zone could now come under fresh examination, which if decisively breached could extend falls closer to the 16.80/1700 region where better demand should then be stimulated. Nearby resistance starts now in and around the 19.20/40 area with a close above here needed to improve the technical tone.

**TRADING STRATEGY:** Aside for time being awaiting next directional signal.