

FIS European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	13125	12250	-6.7%
Cape Q2 21	16250	15325	-5.7%
Cape Cal 22	15212.5	15125	-0.6%

	Previous Close	Current Close	% Change
Pmx 1 month forward	19900	18750	-5.8%
Pmx Q2 21	17475	16425	-6.0%
Pmx Cal 22	11800	11400	-3.4%

	Previous Close	Current Close	% Change
Smx 1 month forward	18750	18700	-0.3%
Smx Q2 21	16000	15750	-1.6%
Smx Cal 22	11350	11075	-2.4%

	Previous Close	Current Close	% Change
Brent	62.84	64.46	2.6%
WTI	59.01	61.04	3.4%
Iron ore	164.4	165.5	0.7%

Data Source FIS and Bloomberg

An upside move overnight resulted in price trading to high of USD 174.05 in the March before closing the day just above the USD 171.00 level. With little news on the wire we remain technically bullish with a near-term upside target at USD 176.20. For more information on the technical please follow the link. Iron Ore March 2021 22/02/21 <https://fisapp.com/wp-content/uploads/2021/02/FIS-Technical-Iron-Ore-22-02-21.pdf>.

A positive open on the Capesize futures resulted in some intraday buy signals above USD 13,625 level being triggered. However, near-term targets at USD 14,100 were not achieved (high USD 13,900) with the futures triggering an intraday sell signal below the daily pivot at USD 12,916, targeting the USD 12,100 support. Price is closing on the days on its lows warning we could see further weakness on the open. The index came in USD 351 lower signaling a momentum slowdown based on price, for momentum to be considered as bullish based on price we will need to see price above the USD 14,200. The technical is neutral with price weakening but nearing the USD 12,100 support in the March. Market buyers will want to see price above the USD 13,150 if we are to test the USD 14,050 resistance.

As expected, a better performance by the Panamax index on the back of Fridays futures rally. The index is still negative but down USD 99 to USD 19,556, still moving lower but a significant slowdown in price. The futures opened higher looking to gain momentum from Fridays bull move but selling resistance at USD 22,000 in the March futures, resulted in near-term longs looking to exit, as market confidence remains nervous after a two day USD 9,550 sell off. The futures have closed the day below the daily pivot point and near their lows, suggesting we could see further weakness on the open. The slowdown in the index might have steadied the ship, but with the disparity at less than USD 1,000 market sellers could test buyer's resilience on the open.

I think the expression is close, but no cigar. This is the March Supramax today having been within USD 25.00 of confirming a bullish Elliott wave 5, and the minimum requirement for phase completion. It could be a case that a new high was achieved elsewhere in the market but based on the data from the number 1 futures broker it looks like a wave 5 has not been confirmed. Sentiment from other sectors seems to have been the main driver for market sellers; however, with the index up the best part of USD 1,000 today we still think we should get the wave 5 confirmation soon.

We noted on Friday that with Texas starting to thaw we could see a weakening in prices in the coming days. However, the intraday technical on the morning report indicated we still have the potential to test the USD 65.52 resistance. The wire remains relatively quiet in term of oil but a headline on Bloomberg 'U.S. Economic Recovery Sustains Positive Momentum in Latest Data' seems to have been enough to push the technical USD 1.70 higher. For more information on the technical please see the latest report. FIS Technical – Brent April 21 22/02/21 <https://fisapp.com/wp-content/uploads/2021/02/FIS-Technical-Oil-Report-22-02-21.pdf>

Have a nice Evening

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