

# FIS European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	24000	23300	-2.9%
Cape Q2 21	24625	24175	-1.8%
Cape Cal 22	17125	17275	0.9%

	Previous Close	Current Close	% Change
Pmx 1 month forward	26125	25250	-3.3%
Pmx Q2 21	23850	23150	-2.9%
Pmx Cal 22	13175	13175	0.0%

	Previous Close	Current Close	% Change
Smx 1 month forward	21325	19975	-6.3%
Smx Q2 21	19825	19100	-3.7%
Smx Cal 22	12225	12175	-0.4%

	Previous Close	Current Close	% Change
Brent	61.84	64.45	4.2%
WTI	58.34	61.02	4.6%
Iron ore	155.55	152.45	-2.0%

Data Source FIS and Bloomberg

## Iron Ore

Rebar is making new highs; steel margins are now at RMB 795 and the iron ore market is finding support. For more information on the technical, please follow the link. Iron Ore Offshore May 21 (Rolling Front Month Futures) 26/03/21 <https://fisapp.com/wp-content/uploads/2021/03/FIS-Technical-Iron-Ore-26-03-21.pdf>

## Capesize

The April futures have seen a minor correction today with the futures 2.9% lower to close at USD 23,300. The index is now at USD 19,014 with price holding above the 200 period MA and the RSI at 59 is just below the 62-resistance level. Less frantic today would suggest that those that need to cover in the futures have, and those that are willing to see if the blockage in the Panama Canal is cleared, will be praying to the moon gods that the spring tide will be enough to lift the Ever Given off her sand bank. If we are still blocked on Monday, we could see another push if for no other reason than bunker prices will be rising as oil is up over 4% on the back of supply worries.

## Panamax

The Panamax story is the same as the capes, the canal congestion has halted the index slide which came in only USD 56 lower, at USD 24,111. Big moves yesterday have been followed by a corrective move lower today. Our wave analysis would suggest that the futures could test the USD 28,250 level as we consider the trend bullish regardless. If the situation is unchanged on Monday you may see another round of buying as charters look to cover their market exposure, if the tide is big enough you could see further pullbacks, however with congestion building we expect to see buying support at lower levels either way, as that is what the technical is suggesting.

## Supramax

No change from yesterday on our view of the Supramax futures. The April looks to be in a corrective wave 4 with price down USD 1,350 to USD 19,975, whilst the index came in USD 414 lower at USD 21,813. With the wave 3 being USD 13,875 in length the corrective wave here could be significant, down USD 5,000 already the futures remain in bullish territory above the USD 15,717 level. Corrective within a longer-term bull trend

## Contd

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Oil

Like the rest of the world oil is rallying on the back of potential supply issue. For more information on the technical please follow the link FIS Technical – Brent May 21 26/03/21 <https://fisapp.com/wp-content/uploads/2021/03/FIS-Technical-Oil-Report-26-03-21.pdf>

It is a wrap

Have a nice weekend

Ed Hutton