

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	39875	39000	-2.2%	Pmx 1 month forward	25000	24625	-1.5%
Cape Q3 21	30750	32000	4.1%	Pmx Q3 21	21325	21425	0.5%
Cape Cal 22	20075	20700	3.1%	Pmx Cal 22	15075	15225	1.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	23750	23000	-3.2%	Brent	68.53	67.3	-1.8%
Smx Q3 21	19525	19600	0.4%	WTI	64.87	63.51	-2.1%
Smx Cal 22	13875	14000	0.9%	Iron ore	187.8	184.25	-1.9%

Iron Ore

With Chinese market shut for the Labour Day Holiday's the offshore Iron ore has drifted today with the May futures trading to around USD 183.00. we highlighted early in the week that after the USD 7.00 sell off we had looked to enter a corrective phase that could have some follow through, and this looks to have been the case.

Capesize

The futures rolled today which has given us the correction that we spoke about yesterday, the downside move held in bull territory which means out USD 42,000 target that we were citing for the May is now applicable to the June (this was all on the morning report). Secondly the index is up USD 1,019 to USD 40,608, meaning the June is already heading higher having moved over USD 2,000 today. It is worth noting that there is a good chance that this current cycle on the index is linked to the 2020 move. if this is the case then we are still only on wave 3 of a wave 3 (Elliott wave). This would mean we could potentially see the index as high as USD 63,887 within this phase, as this would be 161.8% the distance of the move in 2020. food for thought at least.

Panamax

The roll into the June contract has not changed our upside target levels as these are for the rolling front month contract. As highlighted yesterday if our wave analysis is correct then we should target the USD 26,125 level and potentially the USD 28,250 high. The index is up again (USD 260) to USD 22,709, not as aggressive as yesterday due to China being on holiday for the next 3 days. We remain bullish but could see a consolidation into the back end of next week.

Supramax

If the futures had made a new high before the roll, we would be talking wave 5 completion. however, price has stayed in a corrective wave 4 and this is where we remain today. The June contract will remain bullish above the USD 20,094 level and neutral below. Our analysis is unchanged, we still see this as a corrective wave in a bull cycle. Note the index posted a negative figure today, if we close below USD 23,384 then we could be entering a corrective phase on this also.

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Oil

Ok, so a little egg on my face today as we have seen a technical pullback rather than a strong march higher. The intraday would suggest there is another move up within the intraday phase with, if the futures trade below USD 66.81 then the technical will become neutral and the potential of a bull wave going missing increases. Now I have been beating the USD 71.38 drum for the last few days, however we have some significant resistance between USD 69.05—69.81 suggesting we could struggle to make a new high unless there is an event/ announcement. Have a read of the technical Brent Daily technical 30/04/21 <https://fisapp.com/wp-content/uploads/2021/04/FIS-Technical-Oil-Report-30-04-21.pdf>

Have a nice Weekend!

Ed Hutton