

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	39000	39125	0.3%	Pmx 1 month forward	32575	33125	1.7%
Cape Q4 21	35825	35675	-0.4%	Pmx Q4 21	29250	29550	1.0%
Cape Cal 22	23562.5	23400	-0.7%	Pmx Cal 22	18475	18700	1.2%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	33875	34400	1.5%	Brent	73.24	72.55	-0.9%
Smx Q4 21	29125	29200	0.3%	WTI	71.49	70.68	-1.1%
Smx Cal 22	17875	18025	0.8%	Iron ore	178.05	179	0.5%

Data Source FIS and Bloomberg

Iron Ore

Iron ore continues to come under pressure with the daily candle producing a lower high and lower low. Price is now testing key support, for more information on the technical please click on the link. Iron Ore Offshore 03/08/21 <https://fisapp.com/wp-content/uploads/2021/08/FIS-Technical-Iron-Ore-03-08-21.pdf>

Copper

The futures started the day bid but concerns over the delta variant which is now in nearly half of China's 32 provinces resulted in the futures reversing early gains, having created a small gap on the open. The downside moves below yesterday's low at USD 9,616.5 will have encouraged technical sellers in the market as bull gaps that are quickly filled often signal a reversal as fresh market longs look to exit (Larry Williams). For more information on the technical please follow the link. Copper Technical Report 03/08/21 <https://fisapp.com/wp-content/uploads/2021/08/FIS-Copper-Technical-Report-03-08-21.pdf>

Capesize

The futures opened bid in the September this morning with price trading to a high of USD 39,875. However, a disappointing index (Down USD 213 to USD 35,216) created a small pullback in the market, up on the day but only USD 200 is signaling that momentum is slowing down based on price. USD 34,269 is a level to watch on the index, a close below this level would signal the index is entering a corrective phase. Tomorrow's pivot point in the September is looking like it will be at USD 39,400 with price closing out the day USD 200 below this level. If we open below this level, we could see the market ease off a bit as it would make for a bearish open, paper is supported but needs to see some activity from the majors in the physical market to avoid a drift lower.

Panamax

The worm is turning with the index booking a positive number today (up USD 156 to USD 28,430); however, we need to see a close above USD 28,735 for momentum to be seen to be improving based on price. From a paper perspective we continue to push higher on the back of grain hedging, this has pushed the Sep contract up USD 700 to USD 33,300. Key resistance is now in play, USD 33,375 is the fractal high on the intraday 4-hour chart, above this level the intraday technical become bullish. The index will need to perform soon, a big day is needed to keep the futures elevated, as the Sep is nearly at a USD 5,000 premium to the index.

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Supramax

Another bull day for the index with price up USD 115 to USD 32,659, new highs, blue skies, and a negative divergence to go with it. This is not a sell signal, it is a warning of the potential for a momentum slowdown, price can stay in divergence for long periods of time, they can and do fail. For the futures we have price trading higher but still failing to trade above the USD 34,550 level, this would put the technical into bull territory. The daily RSI is sitting at a resistance level with the stochastic overbought, the technical is vulnerable to a pullback here and needs to see price and the RSI push higher. Tomorrow's pivot point is at USD 34,175 suggesting we should open bull, if we close below this level tomorrow then we could have another bear day on Thursday.

Oil

Price closed at USD 73.24, 4 cents above the DeMark sell level, however the futures have come under pressure today with price trading down to a low of USD 71.05. The U.S session has a few hours left in it and this will make for an interesting close as price is over USD 1.50 off their lows. At this point we have a bullish rejection candle which could set up buy-side price action for the Asian session, daily momentum does not support a strong upside move but price is the lead indicator. Technically the wave cycle is neutral as the deep pullback in July has put the cycle under pressure. For more info on the technical, please follow the link Brent Daily technical 03/08/21 <https://fisapp.com/wp-content/uploads/2021/08/FIS-Technical-Oil-Report-03-08-21.pdf>

Have a nice Evening

Ed Hutton