

# FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	46950	44750	-4.7%	Pmx 1 month forward	35375	34500	-2.5%
Cape Q4 21	40066.5	38541.5	-3.8%	Pmx Q4 21	34625	33600	-3.0%
Cape Cal 22	25844	25200	-2.5%	Pmx Cal 22	22850	22450	-1.8%

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Smx 1 month forward	39000	38250	-1.9%	Brent	73.51	73.57	0.1%
Smx Q4 21	37875	36925	-2.5%	WTI	70.45	70.46	0.0%
Smx Cal 22	23350	23100	-1.1%	Iron ore	122.12	120.67	-1.2%

Data Source FIS and Bloomberg

## Iron Ore

The futures continue to come under pressure with the October contract now below the USD 120.47 support, suggesting we could test the USD 110.23 level. Negative news relating to further reduction curbs yesterday is seeing follow through today. The technical is in divergence but the intraday wave analysis remains bearish at his point. A close on the daily chart above USD 125.88 is needed for momentum to be seen to improving based on price, however at this point the daily technical remains vulnerable to further tests to the downside below USD 148.39.

## Copper

Copper continues to correct with the pullback from yesterday trading below the USD 9,394 level, meaning the intraday technical is now considered as neutral. If the daily candle closes below the USD 9,516 level (currently USD 9,454) this, it will signal momentum is weakening based on price on the daily chart. Technically bullish having traded above USD 9,620 the futures have produced a fractal support level at USD 9,208, if we trade below this level the technical will once again be bearish.

## Capesize

Another bullish index today, however this time we are only USD 784 higher warning that buy-side momentum is starting to slow, the October futures have come under pressure to close around the USD 44,750 level meaning we are trading at a USD 9,000 discount to the index. For more information on the technical please follow the link. Capesize Technical Report (Bearish Harami on the Cal 22) <https://fisapp.com/wp-content/uploads/2021/09/FIS-4-PAGE-TECHNICAL-REPORT-CAPESIZE-14-09-21.pdf>

## Panamax

The futures had warned yesterday that we could see a re-balance to close the disparity with the Index and this has been the case. Price opened below the daily pivot level resulting in the October futures trading USD 1,425 lower to close the day at USD 33,950; meanwhile the index is up another USD 554 to USD 32,467, meaning the disparity between the two is at USD 1,500, a much more manageable level. The close today below USD 35,288 signals that momentum is weakening based on price, below USD 32,787 the intraday bull wave is considered as neutral, to be considered as bearish we will need to see price trade below the USD 30,875 level. The intraday technical is bullish but a weak close today is warning we could see lower price action tomorrow.

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## Supramax

The index produced a bullish close today with price up USD 326 at USD 35,308, momentum is now seen to be increasing based on price. For the paper however the Supramax has followed the rest of the freight complex lower, the October futures have proven to be more resilient than the Panamax with price only USD 750 lower at USD 38,250. The futures have held above the USD 38,169 support, below this level momentum is seen to be weakening based on price. We still see this as a bullish wave-5 with tomorrows pivot point at 38,433, if we open below it, we could come under more pressure, however above this level would support a buyers argument.

## Oil

It has been a difficult day for the Brent futures, price has broken out but has not really moved any higher, for market bulls this will be a concern as the bull signal is not getting buying support. However, this consolidation could be a case of the momentum winding itself up for the next move, the RSI is holding above 50 and the stochastic will soon be oversold. If the RSI holds the 50 level, then we should see a test of the USD 74.28 high. This will give us a clue whether the market has the legs, if resistance holds then we could see an early unwind, if it breaks then open interest and volume should go with it. If they don't, be careful.

Have a nice Evening

Ed Hutton