

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	27875	27000	-3.1%	Pmx 1 month forward	23375	23500	0.5%
Cape Q122	16850	16741.5	-0.6%	Pmx Q1 22	21700	21025	-3.1%
Cape Cal 22	21400	21325	-0.4%	Pmx Cal 22	19825	19525	-1.5%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	26125	26250	0.5%	Brent	82.2	82.23	0.0%
Smx Q1 22	22475	22750	1.2%	WTI	#N/A N/A	78.11	#VALUE!
Smx Cal 22	19900	20100	1.0%	Iron ore	103.5	100.5	-2.9%

Data Source FIS and Bloomberg

Iron Ore

We rallied higher yesterday on construction optimism relating to comments relating to stabilizing the housing market and noted that price had moved into the longer period EMA's on daily technical. The trend resistance had been regarded as stable, but the comments did raise concern that if the futures traded much higher the EMA's could compress. Price has faded with the futures entering a corrective phase, the Dec contract closed the day at USD 98.20, USD 8.00 off their highs. The intraday technical remains bullish providing the futures hold above USD 92.64, if we trade below this level the technical is considered as neutral/bullish but the deep pullback would warn that further upside moves could fail to make a new high.

Copper

Copper did trade higher in the European session, however with the U.S markets being closed for thanksgiving we have seen a technical pullback that has taken the intraday futures into a neutral phase. Price remains above the longer period averages at this point which are starting to diverge. Due to the holidays, it is hard to see if this will be a larger correction or just a pullback on lower liquidity. Technically neutral as intraday price and momentum are now conflicting

Capes

The downside move in the index is slowing with price USD 377 lower at USD 31,317. The futures opened higher with the Dec contract trading up to USD 28,250 on the open before price drifted on low volume to close the day at USD 27,000. Intraday 4-hour EMA's are flat indicating the trend is neutral with tomorrows pivot point looking like it will be at USD 27,333. Tomorrows open will be interesting as the U.S holiday could be signaling false weakness, however until we see the open it is a hard call to make. Key support remains unchanged at USD 23,917 on the daily technical, however there is an intraday fractal support at USD 26,250 which if broken could warn of further weakness.

Panamax

Like the capes, the futures moved higher on the open whilst the index came in USD 999 to USD 21,068. The Dec contract did trade at USD 24,125 before closing USD 125 lower at USD 23,250. This has left a small rejection candle in the market with tomorrows pivot point looking like it will be at USD 23,500. A big moved yesterday has resulted in a little profit taking today. This technical is neutral bearish with price needing to trade above USD 26,600 to be bullish, if USD 24,125 is broken then the fractal resistance could come under pressure.

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Supramax

Like the rest of the freight complex upside moves on the open have failed to hold, this is potentially warning of exhaustion, however the U.S holiday could be a factor meaning it could just be market apathy and profit taking due to the lower volumes. The index has turned higher with the close signaling that momentum is improving based on price, we noted yesterday that the index RSI had held a support dating back to 2019, so this move is not a surprise. The Dec contract is only USD 1,000 above the index so we think there is a potential mean reversal trade here against the 55 period MA.

Oil

Oil is lacking direction due to the U.S holiday with price unchanged on the day. No news to report

Have a nice evening

Ed Hutton