

FIS European Close

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	30750	30250	-1.6%	Pmx 1 month forward	29800	29250	-1.8%
Cape Q222	33075	32350	-2.2%	Pmx Q1222	30050	29250	-2.7%
Cape Cal 23	21650	21475	-0.8%	Pmx Cal 23	17525	17125	-2.3%

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Smx 1 month forward	35250	34750	-1.4%	Brent	109.33	111.49	2.0%
Smx Q2 22	33500	32800	-2.1%	WTI	106.02	108.53	2.4%
Smx Cal 23	17575	17175	-2.3%	Iron ore	162.58	157.61	-3.1%

Source FIS/Bloomberg

Iron ore

Technically bearish with a neutral bias the futures have moved lower on the intraday today, below USD 154.50 will weaken the technical further. The futures have closed lower on the week following a bearish rejection candle last week. Price is starting to look vulnerable to a downside move on the higher time frame chart, suggesting we could see the futures test EMA support on the daily chart around the USD 140 level. The daily technical is bullish the intraday is bearish and looking vulnerable.

Copper

Another day of fake moves in the futures with the upside move this morning trading above but failing to hold above the USD 10.259 Fibonacci resistance. The intraday technical is neutral bullish but the USD 9,947 and USD 9,794 support levels look vulnerable. On the weekly chart we have a dark cloud cover pattern that is also warning of the potential for further weakness. Technically bullish, it is not a technical buy at this point.

Capesize

The index is USD 527 higher today at USD 22,195 but we are seeing a slowdown in price. For more information on the technical please follow the link. Capesize Technical Report 11/03/22 <https://fisapp.com/wp-content/uploads/2022/03/FIS-4-PAGE-TECHNICAL-REPORT-CAPESIZE-11-03-22.pdf>

Panamax

The index is starting to weaken with price USD 421 lower at USD 27,349, a close below USD 26,397 will warn that momentum is weakening based on price. On the futures we noted yesterday that the weak close in the April contract would suggest lower pricing today, this has been the case with the futures down another USD 925 to USD 28,875. We have this downside move as a corrective countertrend wave 4, based on our Elliott wave analysis; suggesting this downside move should be considered as countertrend, however, for those of you that have access to our data, you will see a significant rejection candle on the weekly chart warning that support levels could be tested. Upside moves above USD 33,625 will be bullish (Larry Williams) as this is above the high of the rejection candle. I have this as a countertrend move, the weekly chart is warning I might be wrong!

Supramax

We have seen a slowdown in the index today with price only USD 162 higher at USD 32,330, a close below USD 30,559 will mean that momentum is weakening based on price. From a technical perspective the April futures look to be in a corrective wave 4 of this phase, indicating the current downside move should be considered as countertrend. Price did trade down to USD 34,000 before rallying USD 750 into the close, meaning the first of our Fibonacci support levels at USD 33,941 is holding. Downside moves that hold at or above USD 30,987 will support a bull argument, below this level the technical will have a neutral bias. The weekly pullback is less significant suggesting we are going to either see the Pmx/Smx spread blow out, or my wave analysis on the Panamax is correct. Bullish but in a corrective phase.

Oil

The frenzied oil futures market is giving traders a new headache -- it now costs significantly more to trade the same amount of oil. Initial margins, or the collateral that clearing houses require investors to put up to manage risk, have surged since Russia invaded Ukraine and oil prices skyrocketed to the highest levels in more than a decade. As volatility surges with prices seeing some of their biggest swings on record, Intercontinental Exchange Inc. and CME Group Inc. have ramped up their margin requirements to mitigate market instability. The increases will act as a deterrent to speculative trading and likely lower activity, market participants said. Open interest in major oil contracts is already plunging (Bloomberg). We noted that the market was going risk off in the morning technical, and now we know why, margin. The futures are USD 1.74 higher today at USD 111.11 with price in a consolidation phase. We maintain our view that the technical is bullish but in a corrective phase. The RSI is at 50 whilst the stochastic is oversold would support this, as it suggests momentum is vulnerable to a test to the upside. Keep an eye on the USD 106.78 level just in case a bullish Gartley pattern comes into play.

Ed Hutton

Written by **Ed Hutton**, FIS Senior Technical Research Analyst

EdwardH@freightinvestor.com