



European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	27875	28750	3.1%
Cape Q222	31291.5	32000	2.3%
Cape Cal 23	21000	21450	2.1%

	Previous Close	Current Close	% Change
Pmx 1 month forward	27875	28550	2.4%
Pmx Q1222	27700	28625	3.3%
Pmx Cal 23	17050	17200	0.9%

	Previous Close	Current Close	% Change
Smx 1 month forward	33500	34875	4.1%
Smx Q2 22	32000	33775	5.5%
Smx Cal 23	16900	17100	1.2%

	Previous Close	Current Close	% Change
Brent	98.04	106.39	8.5%
WTI	95.36	102.32	7.3%
Iron ore	149.24	150	0.5%

Thank you for supporting the FIS charity day today.

Source FIS/Bloomberg

Iron ore

The technical pullback overnight held above our support levels on the intraday technical whilst the DCE futures continue to hold in bull territory, suggesting upside resistance levels could be tested. The trend remains neutral bullish, upside moves that fail at or below USD 156.88 will leave the technical vulnerable to further tests to the downside, above this level the futures will target the USD 167.15 level. Based on the wave analysis of the onshore product we expect resistance levels to be tested, providing the Chinese authorities do not step in with more measures to prevent rising prices.

Copper

The futures continue to push higher with price and momentum aligned to the buy side, the futures remain neutral bullish at this point as we are below the USD 10,337 fractal resistance. Above this level price will have made a higher high meaning the intraday technical is bullish; however, we remain vulnerable to further tests to the downside below USD 10,486, above this level we target the USD 10,845 level.

Capesize

The index is lower today but only by USD 234 to USD 21,596, indicating downside momentum is slowing. The futures continue to push higher with price trading up to USD 29,000 today, above USD 29,257 we target the USD 31,000 level. For more information on the technical please follow the link. Capesize Technical Report 17/03/22 <https://fisapp.com/wp-content/uploads/2022/03/FIS-4-PAGE-TECHNICAL-REPORT-CAPESIZE-17-03-22.pdf>

Panamax

Yesterday we noted that the index was seeing a momentum slowdown based on price, today we are in positive territory with price USD 23 higher at USD 24,313. The turnaround in the index means we continue to see the April contract trade higher with price closing the day at USD 28,450. The technical is bullish with a neutral bias and remains vulnerable below USD 30,725, above this level we target the USD 33,625 high. The RSI is above 50, but at 52 it is near neutral whilst the stochastic is overbought, if the RSI moves below 50 then momentum is vulnerable to a technical pullback; however, if the RSI can hold above 50 then the overbought stochastic is considered as less relevant. Bullish with a neutral bias, we need to see the RSI push on higher, otherwise we are vulnerable to a pullback.

Supramax

Like the Panamax index the Supramax index turned positive today with price rising USD 176 to USD 31,817. The futures in the April contract traded USD 1,250 higher today at USD 34,750, however price has failed to trade above the USD 35,195 resistance, above this level price will target the USD 38,000 high. The technical is still considered to be neutral bullish, above the USD 35,195 level we will have a bullish bias once again. Elliott wave analysis continues to suggest that the downside move we witnessed is a countertrend move with price looking like we are potentially in the early stages of a bullish impulse wave 5, if our analysis is correct then we should trade above USD 38,000.

Oil

Oil advanced above \$100 a barrel as Russia cast doubts on the progress of current peace talks with Ukraine and investors weigh the absence of Russian barrels in a tight market. Futures in New York gained more than 8% on Thursday. Markets rallied after a Kremlin spokesman said a report of major progress in talks over Ukraine was “wrong,” but that discussions will continue. The war has severely disrupted Russian oil flows, and the International Energy Agency predicted output from the key OPEC+ member will decline by about a quarter in April. Three cargoes were dropped from Russia’s planned March loadings (Bloomberg). We have highlighted on the morning technical reports that positive divergences in the futures meant the market was not considered as technical sell. We also noted a couple of days ago on the close report that we were unconvinced by this sell off and until we traded below USD 90.12, we would keep our bull hat on. As noted in the Bloomberg article, the futures have rallied today by over USD 8.00, having traded as high as USD 107.26. the technical is still bullish with a neutral bias below USD 108.44, above this level we target the USD 113.91 fractal resistance.

Ed Hutton

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