



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	26500	24000	-9.4%	Pmx 1 month forward	29125	29325	0.7%
Cape Q222	31250	29041.5	-7.1%	Pmx Q1222	29125	29500	1.3%
Cape Cal 23	21425	20775	-3.0%	Pmx Cal 23	17450	17325	-0.7%

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Smx 1 month forward	35250	35750	1.4%	Brent	116.4	116.47	0.1%
Smx Q2 22	33950	34950	2.9%	WTI	112.6	112	-0.5%
Smx Cal 23	17200	17400	1.2%	Iron ore	150.3	145.7	-3.1%

Iron ore

Source FIS/Bloomberg

The futures continue to come under pressure with price below all key moving averages supported by the RSI below 50. The technical already has a neutral bias having previously produced a deep pullback, followed by the upside move failing at the USD 156.88 resistance. If the corrective move holds above the USD 142.93 level it will support a bull argument, below this level would imply further technical weakness, suggesting the futures could test the USD 136.95 fractal support. Technically neutral USD 142.93 is the level to follow.

Copper

The futures continue to test to the upside, but the upside moves are not being replicated by the RSI, indicating that intraday momentum is weak. The move above the USD 10,380-fractal resistance today created a negative divergence resulting in the futures trading below and closing below the daily pivot point on the 4-hour candle. The intraday negative divergence with price still below the USD 10,486 level is suggesting the futures are vulnerable to a technical pullback.

Capesize

The index continues to weaken with price USD 2,440 lower today at USD 18,041, downside moves below USD 16,933 will mean it will be bullish but with a neutral bias. In the futures we are seeing similar numbers with the April contract USD 2,500 lower at USD 24,000, meaning the futures have broken fractal support on the intraday technical. The daily technical remains bullish but in a corrective phase with key support at USD 21,232; however, the break in the fractal is warning that the support level could be tested. From a buy-side perspective we now have a 3-wave corrective pattern with price still above the 55-period EMA on the daily technical, this is not a buy signal but will need to be monitored in case we start seeing bullish intraday signals, as this pattern could be an A,B,C corrective wave.

Panamax

The index is another USD 1,438 higher today at USD 26,663 but we continue to see the futures hold around the USD 29,361 resistance, price has traded above it a couple of times but is failing to close above it on the intraday. The futures are technically bullish but consolidating, as the index rises the disparity gap with the futures is narrowing, this could spur the futures on; however, if we see any weakening in this index the futures will be vulnerable to technical pullback. The index is bullish, but the paper is not convinced, it will probably only take one bull day for it to go on a run, but we are conscious that we have stalled at resistance for the last 3 sessions. Technically bullish but needs to push on through the USD 29,361 resistance to gain buy-side momentum again.

Supramax

Another steady day in the index with price trading USD 377 higher at USD 32,817, we remain technically bullish, but the minor negative divergence with the RSI is still in play and will need to be monitored. The futures continue to move higher with the April now trading at USD 35,750, technically bullish, above USD 36,234 the futures will target the USD 38,000 high. The Elliott wave does support a bull argument here, but momentum based on price looks to be slow, the previous bull wave had more conviction, bigger candles, and better spaced averages. This does not mean the USD 38,000 level will not be achieved, but it does indicate that this trend is not particularly strong at this point. Bullish but with a note of caution.

Oil

It is a bit of a strange day for oil, the technical remains bullish but oil has not really done that much, but still achieved a range of nearly USD 7.00. The futures sold off on the open to trade to a low of USD 112.63 before trading back up to USD 116.08 into the E.U close. The RSI on the 1-hour chart is still at 54 (it was on the morning report) with the stochastic in oversold territory, if the RSI can hold above 50 then the intraday is vulnerable to a test to the upside. Technically bullish, key support is at USD 110.43, below this level we will have a neutral bias.

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