



European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	10500	10500	0.0%
Cape Q422	15750	15550	-1.3%
Cape Cal 23	14275	14400	0.9%

	Previous Close	Current Close	% Change
Pmx 1 month forward	12850	13100	1.9%
Pmx Q422	13875	13675	-1.4%
Pmx Cal 23	11925	11575	-2.9%

	Previous Close	Current Close	% Change
Smx 1 month forward	17625	17750	0.7%
Smx Q4 22	15925	15412.5	-3.2%
Smx Cal 23	12875	12125	-5.8%

	Previous Close	Current Close	% Change
Brent	100.15	99.23	-0.9%
WTI	93.77	93.09	-0.7%
Iron ore	103.7	104.1	0.4%

Iron Ore

Source FIS/Bloomberg

A subdued session in the September contract with price testing but failing to hold above the UD 105.33 Fibonacci resistance. Upside moves that fail at or below USD 108.91 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Near-term intraday momentum does look supported; however, the futures remain below the daily EMA resistance band. We have further resistance between USD 106.45 – USD 106.65 as this was the daily double bottom that formed between June and July, this the potential to act as a resistance zone, suggesting there could be some traffic to get through at higher levels.

Capesize

Bring out the dead – The index gave back yesterday gains to move USD 972 lower at USD 5,636. I think we can say with a degree of confidence (5,636 of them) that the downside is now starting to look limited in the index! In the September futures it was a bit of a mixed day, price came under pressure in the morning session but fought back like an old pro to call the day a draw. Unchanged on the day with price closing at USD 105,500. We remain technically bearish, but we are in divergence with the RSI which will need to be monitored as it warns that momentum could soon slow. We continue to maintain our view that from a technical perspective the futures are not considered a technical sell at these levels.

Panamax

The index continues to go from bad to go from bad to worse with price USD 727 lower at USD 12,086 today. The Sep futures had a better day today, like the capes we came under pressure early on; however, the futures held the 161.8% Fibonacci support at USD 12,106 before closing the day USD 275 higher at USD 13,125. From a technical perspective little has changed, upside moves in the futures should still be countertrend at this point, as our wave analysis continues to remain bearish, suggesting we should see resistance levels hold if tested.

Supramax

Buy-side momentum is definitely slowing down in the index with price only USD 91 higher at USD 19,503 today. The futures opened the day offered, and quickly traded down to a low of USD 16,450 before finding buy-side support in the afternoon session, to close the day USD 125 higher at USD 17,750. We noted in the morning technical that there were multiple divergences on lower timeframe charts, which if failed would suggest we are going to see some wave extension. For now, we have held, with the daily chart producing a bullish rejection candle, warning that resistance levels could potentially be tested tomorrow. If we do trade below USD 16,450 then things could get a little messy as this would be a bearish signal.

Oil

Oil swung between gains and losses amid conflicting US supply-and-demand signals.

West Texas Intermediate futures fluctuated within a \$2.26-a-barrel range and was hovering just above \$94 on Wednesday. Traders weighed a US government report that showed domestic daily gasoline demand dropped by more than 900,000 barrels last week while crude stockpiles fell for a second straight week (Bloomberg). The technical is now bullish having traded above USD 100.38 fractal resistance. However, as noted in the morning technical, the futures were testing the EMA resistance band on the daily chart, warning we could see the futures entering a corrective phase in the near-term, resulting in price moving USD 1.50 lower. The technical remains bullish with downside moves considered as countertrend at this point.

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