

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	17125	17250	0.7%	Pmx 1 month forward	18625	16750	-10.1%
Cape Q422	17116.5	16916.5	-1.2%	Pmx Q422	17300	16000	-7.5%
Cape Cal 23	13350	13200	-1.1%	Pmx Cal 23	12750	12100	-5.1%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	18500	17625	-4.7%	Brent	93.55	95.68	2.3%
Smx Q4 22	17425	16675	-4.3%	WTI	87.64	90.09	2.8%
Smx Cal 23	12875	12350	-4.1%	Iron ore	103.6	100.45	-3.0%

Iron Ore

Source FIS/Bloomberg

The futures traded below the USD 101.75 support indicating the corrective phase is a complex one. Price has moved higher in the afternoon session having held the 50% retracement at USD 99.85. For more information on the technical on the October and Q4 contracts please click on the links below.

October

Iron Ore October 22 (rolling Front Month) 14/09/22 <https://fisapp.com/wp-content/uploads/2022/09/FIS-Iron-Ore-Technical-14-09-22.pdf>

Q4 – 22

Iron Ore Q4 22 (rolling Front Qtr) 14/09/22 <https://fisapp.com/wp-content/uploads/2022/09/FIS-Iron-Ore-Technical-q4-22-14-09-22.pdf>

Copper

Copper extended its biggest decline in almost two weeks after higher-than-expected US inflation data cemented expectations of another aggressive rate hike by the Federal Reserve. The US consumer price index unexpectedly rose in August from a month earlier, causing swap markets to rapidly price in a 75-basis point increase at the central bank's next meeting. Some are even speculating about an even larger hike not seen since 1984 (Bloomberg). The futures have moved lower in the E.U session with price trading down to USD 7,753 before finding some buying support into the close, to put price just above the USD 7,800 level. The RSI is now below 50 (48) with the stochastic in oversold territory, if the RSI moves above 50, we could be vulnerable to a test to the upside; however, if it stays below 50 then the stochastic is less relevant. Technically bearish, upside moves that fail at or below USD 8,017 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.

Capesize

A big index today with price USD 4,025 higher at USD 12,977. The October futures opened bid with price trading up to USD 19,250 in the morning session; however, it is a case of buy the rumour and sell the fact, post index the futures came under pressure to close USD 2,000 of their highs, but up USD 125 on the day at USD 17,250. Going into the close we now have a bearish rejection candle on the daily chart, with intraday price and momentum conflicting, warning we could see further weakness tomorrow. Corrective moves lower that hold at or above USD 13,890 will support a near-term bull argument, below this level the intraday futures will have a neutral bias. The 4.00 Pm candle did close below the USD 17,125 level supporting a seller's argument.

Panamax

The index is up but slowing down with price USD 643 higher today at USD 17,973. The October contract has not had a good day with the futures dropping USD 1,925 to close at USD 16,700. The intraday technical is bullish but with a neutral bias, below USD 16,000 it is bearish. A small, bodied candle on the daily chart yesterday, followed by a bearish engulfing candle with a lower close today would suggest the futures could move lower tomorrow. The October contract is started the day above the index, but is now below it, again implying the technical is weak. We have this upside moves as countertrend on our wave analysis, so USD 16,000 will be a key support tomorrow.

Supramax

Having turned bullish yesterday we have seen price move another USD 234 higher to USD 16,559 in the index. However, like the rest of the freight complex the futures came under pressure early on before selling off more aggressively post index. The technical is bearish/neutral with today's close looking like it will be below yesterday's open, warning the USD 16,550 fractal support could soon come under pressure. As previously stated, we have this upside moves as a countertrend wave 4, it is a little early to call a wave 5 as the futures would need to see more downside from here, I was expecting a little further upside in the futures, so will wait to see how it develops tomorrow.

Oil

CPI numbers pushed the futures lower yesterday with price moving higher into the close. We held the 200-period moving average 6 times between 05.00 and 13.00 before moving higher on the report below.

The US may begin refilling its emergency oil reserve when crude prices dip below \$80 a barrel, according to people familiar with the matter. Biden administration officials are weighing the timing of such a move, with an eye toward protecting US oil-production growth and preventing crude prices from plummeting, said the people, who asked not to be named sharing internal deliberations (Bloomberg). I cannot decide if the bonzo that has leaked this is either grossly incompetent, on OPEC's payroll, or just long energy shares. Either way, they have just put a floor on the market!

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