

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	20000	19500	-2.5%	Pmx 1 month forward	18375	18075	-1.6%
Cape Q422	18375	18083	-1.6%	Pmx Q422	17375	17150	-1.3%
Cape Cal 23	13625	13625	0.0%	Pmx Cal 23	12400	12275	-1.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	18750	18475	-1.5%	Brent	90.87	90.05	-0.9%
Smx Q4 22	17850	17575	-1.5%	WTI	84.19	83.29	-1.1%
Smx Cal 23	12875	12700	-1.4%	Iron ore	95.65	95.35	-0.3%

Iron ore

Source FIS/Bloomberg

Iron ore fell for a sixth day in Singapore, the longest losing streak in three months, as China's mortgage-boycott problems resurfaced, and investors waited to see the magnitude of the Federal Reserve's rate hike. The steelmaking ingredient has lost more than 40% since its March peak and is suffering the latest string of daily declines despite the start of China's peak construction season at the beginning of September (Bloomberg). The October futures have held the USD 94.27 support with price ticking higher in the evening session to close at USD 95.75. Technically little has changed with the futures holding above the USD 93.00 low at this point. As previously noted, if support is broken it would suggest we are seeing a 5th wave extension on the Elliott wave cycle.

Copper

The futures have broken to the downside on the inside day candle pattern from yesterday, resulting in the futures trading to a low of USD 7,664.5. Technically we remain bearish with price below the 8-21 period EMA's supported by the RSI below 50. However, focus will be on tonight's interest rate hike and the USD performance on the back of it, as this will prob dictated the directional bias in the short term at least.

Capesize

The upside move in the index is slowing with price only USD 220 higher at USD 16,760 today. The October futures have had a mixed day with price opening unchanged before selling lower in the morning session. Expectations had been for a weaker index, resulting in the futures moving higher in the afternoon. Technically we remain bullish but the intraday technical is in divergence, warning we have the potential to see a momentum slowdown. Downside moves that hold at or above USD 16,558 will support a bull argument whilst below USD 14,750 the technical is bearish. A cautious intraday bull, as the divergence is warning we could enter a corrective phase soon.

Panamax

The index is slightly lower again today with momentum based on price aligned to the sell side. For more information on the technical please click on the link. Panamax Technical Report 21/09/22 <https://fisapp.com/wp-content/uploads/2022/09/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-21-09-22.pdf>

Supramax

Another bullish move in the index today with price moving USD 275 higher to USD 17,657. Upside moves that fail at or below the USD 18,319 will leave the index vulnerable to further tests to the downside above this level the technical will have a neutral bias. Having moved higher with the rest of the freight complex yesterday, the October contract has seen a small pullback today with price USD 500 lower at USD 18,250. We are in what looks to be a countertrend Elliott wave 4 with the intraday futures in divergence with the RSI whilst price is just below the 200- period MA. Downside moves that hold at or above USD 17,267 will support a bull argument, whilst below USD 16,375 the technical is bearish. Due to the negative divergence and the 200-period MA the futures are not considered a technical buy at this point.

Oil

A bit of Ying and Yang today. The futures had a strong move higher on the European open after President Putin announced he was going to mobilize 300,000 troops, an act not seen since World War 2. However, the futures have failed to hold ahead of the Federal reserve meeting this evening with focus now on the economic outlook and the USD basket. From a technical perspective we remain bearish as previously highlighted, but between Putin and the Fed it is getting a little bit difficult to predict, due to the volatility of the market and the Russian leader. We can see that there has been no significant open interest build since before the war suggesting the market remains risk off, further compounding the volatility. We are bearish but feel focus should be more on the news wire rather than the technical for the next few days at least.

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