

	Previous Close	Current Close	% Change
Cape 1 month forward	10875	10950	0.7%
Cape Q1 23	6700	7100	6.0%
Cape Cal 23	12212.5	12800	4.8%

	Previous Close	Current Close	% Change
Pmx 1 month forward	13100	13500	3.1%
Pmx Q1 23	11425	11775	3.1%
Pmx Cal 23	11900	12275	3.2%

	Previous Close	Current Close	% Change
Smx 1 month forward	13225	13350	0.9%
Smx Q1 23	11275	11375	0.9%
Smx Cal 23	11825	12225	3.4%

	Previous Close	Current Close	% Change
Brent	93.34	95.39	2.2%
WTI	86.21	88.36	2.5%
Iron ore	86.1	91.05	5.7%

Iron Ore

Source FIS/Bloomberg

Iron ore is roaring higher as China eases its straitjacket of Covid-19 rules and investors enjoy the warm afterglow of the softer-than-expected US CPI report and a retreat in the dollar. Benchmark futures are well above \$90/ton and up by more than 8% this week, but these gains will probably prove to be fragile as global supply is still running well ahead of demand (Bloomberg). We are closing the week at USD 92.7 which is a key level on the market profile charts (USD 92.65). If we move above and hold above this level, then we the USD 96.05 fractal resistance could be tested and broken. Likewise, if we fail to hold, we target the USD 85.80 support. The technical is bearish/neutral, the fact the EMA's have crossed to the buyside, the RSI is above 50 and making higher highs, whilst commodities across the board are surging. One would be inclined to think that resistance levels look more vulnerable than support levels at this point.

Copper

Commodities from oil to iron ore to copper jumped after China eased some Covid restrictions, raising hopes over a demand recovery in the world's second-biggest economy. Almost all major commodities traded higher following news that China reduced the amount of time that travelers and close contacts of infected people must spend in quarantine, a significant amendment of the Covid Zero policy (Bloomberg). The futures continue to move higher with the RSI also making new highs, the technical and wave count are bullish with downside moves considered as countertrend. We look to be on some form of extended Elliott wave 3.

Capesize

The index had signaled that we were seeing a momentum slowdown yesterday with price only USD 124 higher. We did get a bearish move today with price coming in USD 895 lower at USD 12,807. However, in the futures it was a more sedate day, we opened USD 650 higher but promptly ran into selling pressure, before closing the day up USD 75 at USD 10,950. Technically bearish, we have now been in a USD 1,500 range for the last 9 days, we re seeing fresh signs of weakness but we need to see more form the technical to convince that the August low at USD 8,575 is going to be tested.

Panamax

I think the technical term for today would be, the index has performed what is known as a gypsy switch. USD 193 lower yesterday with no sign of a momentum slowdown, the index is USD 161 higher today. The Dec futures started pushing yesterday with price moving higher again today, confirming we are on a countertrend wave 4. For wave enthusiasts (that's me and one other) who have Bloomberg, you will find the cycle on a 286 min chart. Technically bearish but moving higher.

Supramax

The index has decided to speed up again today with price moving USD 147 lower to USD 13,348. The Dec futures have been busy without doing anything. We confirmed a wave 3 extension on a new low yesterday followed by a confirmed countertrend wave 4 today, all in the space of a USD 1,000 move. Technically nothing has changed, we maintain a bearish view with upside moves considered to be against the trend.

Oil

The futures are closing the E.U session on the 100-hour moving average, having moved higher over the last two days on the back of the CPI figures and easing the COVID restrictions in China. Technically we did trade to a new low yesterday morning on the daily chart meaning the higher timeframe is bearish. The following upside move means the intraday although bearish has a neutral bias. The RSI yesterday had suggested there was another bear wave to come; however, the upside move in price is deep meaning that probability of a new low has significantly reduced. Meanwhile the RSI is above 50 and making new highs. This is a messy technical, we are bearish with a neutral bias, but the upside move is strong, warning resistance levels are vulnerable.

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