

# FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	8700	7650	-12.1%	Pmx 1 month forward	10800	10600	-1.9%
Cape Q2 23	13675	13000	-4.9%	Pmx Q2 23	13300	13100	-1.5%
Cape Cal 24	15450	15025	-2.8%	Pmx Cal 24	13325	13125	-1.5%

  

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Smx 1 month forward	10675	10400	-2.6%	Brent	85.09	84.36	-0.9%
Smx Q2 23	12750	12550	-1.6%	WTI	78.47	77.79	-0.9%
Smx Cal 24	13300	13125	-1.3%	Iron ore	121.37	123.97	2.1%

Iron ore

Source FIS/Bloomberg

The futures remain supported with price trading to a high of USD 124.40 in the Asian day session before drifting slightly lower in the PM session. Technically we remain bullish with a neutral bias with key resistance at UD 125.72. Upside moves that fail at or below this level will leave the futures vulnerable to further tests to the downside, above this level the technical will target the USD 128.95 high. My wave analysis would suggest that the high at USD 128.95 was the completion of a bull phase/cycle, suggesting we have further downside to come. However, if we do trade to new highs, it suggests a new cycle has begun, which will have bullish implications going forward.

## Copper

Copper climbed as an expected recovery in China buoyed the outlook for demand, while aluminium extended its longest run of losses in three years. Sentiment is broadly improving after metals fell last week on an underwhelming rebound following the Lunar New Year holidays. Covid deaths and severe cases have plunged 98% from a peak in early January, according to Chinese authorities, while there are signs the country’s central bank might cut interest rates next quarter (Bloomberg). The upside move today has/is rejecting the EMA resistance band; however, we still have the daily support band to contend with. I highlighted the issues on this last night so will not repeat it again today. Based on the conflicting technical, I think this is a wait and see what happens next!

## Capesize

The index has failed to capitalize on the last two upside days with price moving USD 175 lower to USD 3,752 today. The downside move in the index has meant that the futures have given back yesterdays gains with price USD 975 lower on the day at USD 7,725. The USD 7,694 support has been breached going into the close, meaning the technical is considered as bearish again, leaving the USD 7,150 fractal low vulnerable. However, as noted in the morning report, the RSI is pulling back into a rising MA, suggesting caution on this downside moves.

## PMX v Smx Technical Report

PMX v Smx Technical Report 09/02/23 <https://fisapp.com/wp-content/uploads/2023/02/FIS-PMX-V-SMX3-PAGE-TECHNICAL-REPORT-09-02-23.pdf>

## Supramax

The index continues to weaken with price USD 164 lower at USD 6,995 today. For more information on the technical, please click on the link. Supramax Technical Report 09/02/23 <https://fisapp.com/wp-content/uploads/2023/02/FIS-SUPRAMAX-4-PAGE-TECHNICAL-REPORT-09-02-23.pdf>

## Oil

Europe's oil market is contending with a spate of serious supply disruptions as Monday's earthquake in Turkey slows key export streams — just as other suppliers halt output unexpectedly. BP Plc has halted exports of mostly Azeri crude from a Turkish port in the Mediterranean Sea, wiping out roughly 600,000 barrels a day of shipments. It's unclear when it will come back. The same port also handles supply from Iraq and Kurdistan and those flows aren't fully back to normal either (Bloomberg). The futures have failed to trade above the USD 86.21 fractal resistance at this point with price trading down to the USD 82.97 support in the afternoon session. Technically we remain bearish with a neutral bias, but the USD 86.21 resistance continues to look vulnerable. Key intraday support to follow is currently at USD 81.23. You will have a full technical tomorrow; I will need to look at this wave cycle a little more closely to make sure we are not turning to the buyside. I appreciate the horrific situation in Turkey could change the technical footprint, if it does, it does. In the grand scheme of things, it really is not relevant; right now, our thoughts and prayers are with them.

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