

FIS European Close

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| | Previous Close | Current Close | % Change | | Previous Close | Current Close | % Change |
|----------------------|----------------|---------------|----------|---------------------|----------------|---------------|----------|
| Cape 1 month forward | 20125 | 19000 | -5.6% | Pmx 1 month forward | 15400 | 15150 | -1.6% |
| Cape Q3 23 | 23250 | 22850 | -1.7% | Pmx Q3 23 | 16675 | 16675 | 0.0% |
| Cape Cal 24 | 16350 | 16350 | 0.0% | Pmx Cal 24 | 13300 | 13400 | 0.8% |

| | Previous Close | Current Close | % Change | | Previous Close | Current Close | % Change |
|---------------------|----------------|---------------|----------|----------|----------------|---------------|----------|
| Smx 1 month forward | 14800 | 15075 | 1.9% | Brent | 86.31 | 84.77 | -1.8% |
| Smx Q23 23 | 16350 | 16275 | -0.5% | WTI | 82.52 | 80.94 | -1.9% |
| Smx Cal 24 | 13450 | 13450 | 0.0% | Iron ore | 116.52 | 116.77 | 0.2% |

Iron Ore

Source FIS/Bloomberg

We were a cautious bear going into the close on Friday due to the positive divergence in the intraday technical. The futures opened with week with buy-side support with the May contract closing the day USD 2.90 higher at USD 117.40. We should have noted in the morning report that the new low means that Fibonacci resistance levels should be lower, upside moves above USD 118.45 will mean the intraday technical is bullish. The technical although bearish now has a neutral bias.

Copper

Technically bullish the futures opened the day with buy-side support, we traded to a high of USD 9,083 in the morning session. However, US Treasury 2-year yields rose 10 basis points to USD 4.2% (Bloomberg), resulting in the USD basket finding bid support around lunchtime; this had an adverse effect on the copper futures which have subsequently sold lower. Going into the close the futures are holding above the USD 8,919 support, if broken the technical although bullish will have a neutral bias.

Capesize

The index continues to come under pressure with price USD 405 lower today at USD 14,939. We had a conflicting technical on the morning report as the intraday technical was in divergence on the 1-hour chart but price had closed below the 55-period EMA on the 4-hour. The May futures have closed the day USD 1,200 lower at USD 18,925, key support on the intraday has been revised higher from USD 18,401 to USD 18,528. For more information on the technical please click on the link. Capesize Technical Report 17/04/23 <https://fisapp.com/wp-content/uploads/2023/04/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-17-04-23.pdf>

Panamax

The index is another USD 241 lower today at USD 13,740. The May futures have produced a similar bear number as the index with price USD 240 lower at USD 15,150. Technically the intraday is bearish having made a new low on Thursday; however, as noted on the morning report, downside moves below USD 14,825 will create a positive divergence with the RSI on the 1-hour, and potentially 4-hour timeframes, suggesting caution on downside breakouts. A close on the 4-hour candle above USD 15,400 will indicate that momentum based on price is starting to strengthen, warning the Fibonacci resistance zone could be tested. A cautious bear.

Supramax

We remain bearish on the index, but we have seen a positive number today with price USD 16.00 higher at USD 12,075. A close above USD 12,278 will mean that momentum based on price is starting to strengthen. The May futures remain bullish with a neutral bias, unlike the rest of the sector, the futures opened supported resulting in a small move higher. Downside moves below USD 14,200 will mean the technical is bearish; however, a new low will create a positive divergence with the RSI, suggesting caution on downside breakouts. We are seeing some small signs that the MA on the RSI could be turning higher, suggesting momentum is starting to find buyside support.

Oil

Oil lost ground amid signs of tepid demand, with a stronger dollar and key technical measures also putting a lid on the commodity's recent rally. Some Asian refiners are considering cuts to crude-processing volumes as profit margins shrink, signaling softer oil demand in the region, while weakness in the global diesel market added to the concerns. The stronger dollar and lingering inflation also weighed on prices, with broader markets waiting to hear from Federal Reserve speakers this week. "Worries about stuttering economic growth and untamable inflation are capping efforts to push prices higher," said Tamas Varga, an analyst at PVM Oil Associates Ltd. "Breaking above the \$90 barrier on Brent will be a tall order in the very near future." (Bloomberg). We were a cautious bull on the technical this morning as the futures had moved a little lower on the back of the divergence, resulting in the MA on the RSI moving lower, warning that the USD 84.85 support could come under pressure. The futures have moved lower with support levels broken, the technical although bullish now has a neutral bias.

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