



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	18875	19000	0.7%	Pmx 1 month forward	15725	15625	-0.6%
Cape Q3 23	23500	23125	-1.6%	Pmx Q3 23	16875	16875	0.0%
Cape Cal 24	16575	16325	-1.5%	Pmx Cal 24	13425	13300	-0.9%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	15650	15475	-1.1%	Brent	81.1	81.63	0.7%
Smx Q23 23	16850	16775	-0.4%	WTI	77.29	77.89	0.8%
Smx Cal 24	13525	13375	-1.1%	Iron ore	115.37	108.08	-6.3%

Iron Ore

Source FIS/Bloomberg

Iron ore came under pressure today with May contract trading to a low of USD 105.15. The downside move in the futures means that the negative divergence has failed, this also means we are seeing wave extension to the downside. For more information on the technical, please click on the link. Iron Ore May 23 (rolling Front Month) <https://fisapp.com/wp-content/uploads/2023/04/FIS-Iron-Ore-Technical-21-04-23.pdf>

Copper

The futures continued to move lower today with price trading below the USD 8,783 fractal support, meaning the bullish Gartley pattern has now failed. The 1-hour RSI is still in divergence, not a buy signal it does warn that we have the potential to see a momentum slowdown and will need to be monitored. However, the MA on the RIS continues to indicate that momentum is weak, countering divergence. This is also supported by the pattern failure that now warns we have the potential to test the USD 8,678 support. Technically bearish.

Capesize

A strong upside move in the index today with price USD 1,524 higher at USD 16,270, momentum based on price is now aligned to the buyside. Going into the close yesterday the futures were holding above the 55-period EMA, however, bids faded late on with price eventually closing below the average. An indifferent day today, price opened supported and closed USD 125 higher on the day but is trading just below the 55-period average at this point. Momentum remains supported as we are now seeing the MA on the RSI slowly turn higher, but the RSI is below 50 with the stochastic in overbought territory, so we do have a conflict there. Key resistance remains unchanged at USD 21,147; upside moves that fail at or below this level will leave the futures vulnerable to further tests to the downside. A big index today, going into the close the futures are trading at USD 19,000 with Mondays pivot point at USD 19,166. If we open above this level and close above it on the 4-hour candle, then price and momentum will be aligned to the buyside, warning we could see an intraday push higher; likewise, an open above USD 19,400 will warn that the futures could go on an intraday upside run; we should note that the carry is at a healthy USD 3,000, which market buyers will like. An open below this level will leave price and momentum conflicting around flat moving averages, suggesting caution.

Panamax

The index is another USD 131 higher today at USD 13,889, meaning momentum based on price is aligned to the buy-side; however, this move up is less than yesterday. We previously noted that momentum was supported but intraday Elliott wave analysis suggests that support levels remain vulnerable. The conflict between the two means that price has moved sideways with the futures trading between the 8-21 period EMA's, implying we have found value. The Elliott wave cycle is on a low timeframe, meaning it can be less reliable, but if we see the futures open below USD 15,500 on Monday then we could come under pressure; likewise, if we open supported around today's close levels and hold above the USD 15,650 level, then we could see resistance levels come under pressure.

Supramax

We continue to move higher in the index, but we are seeing a slowdown with price up only USD 246 today at USD 13,211. The May futures are USD 175 lower with price looking like it is rolling over to the downside, making USD 15,068 the key support to follow. Much will depend on the index, as it is pushing higher whilst the futures have stalled, meaning the carry is back to around just over USD 2,000. Technically we are bullish, but the MA on the RSI would suggest momentum is slowing down, as is the index, implying support levels are looking a little vulnerable.

Oil

Oil is set for its first weekly loss in a month after erasing most of the gains stemming from OPEC+'s surprise output cut. Brent crude has wiped out almost all of the \$7 that it gained after the Organization of Petroleum Exporting Countries and its allies blindsided markets with a pledge to cut production. Global supplies are also showing signs of growth with Russia's crude exports bouncing back above 3 million barrels a day last week, despite Moscow saying it had lowered output (Bloomberg). The futures are up on the day and holding above the intraday 200-period MA; however, support levels continue to look vulnerable. For more information on the technical, please click on the link. FIS Technical – Brent June 23 - 21/04/23 <https://fisapp.com/wp-content/uploads/2023/04/FIS-Oil-Technical-Report-21-04-23.pdf>

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