



European Close

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	20175	20750	2.9%	Pmx 1 month forward	14100	14300	1.4%
Cape Q3 23	21425	21650	1.1%	Pmx Q3 23	15275	15450	1.1%
Cape Cal 24	15950	16025	0.5%	Pmx Cal 24	12675	12700	0.2%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	13850	14200	2.5%	Brent	75.32	72.01	-4.4%
Smx Q23 23	14950	15250	2.0%	WTI	71.66	68.29	-4.7%
Smx Cal 24	12800	12800	0.0%	Iron ore	102.12	101.28	-0.8%

Copper

Source FIS/Bloomberg

Investors should buy silver and sell copper short as growth in the US and Europe falters, according to Citigroup Inc. Tighter monetary policy globally, a disappointing economic rebound from China and an unwinding of supply bottlenecks should weigh on copper prices this year, analysts at the bank including Max Layton said in a note. Precious metals on the other hand are set for a bull market as richer economies lag behind developing ones, with silver likely to be the biggest beneficiary (Bloomberg). We noted on the morning report that the futures looked to be in the early stages of a bearish impulse wave 5, with confirmation only coming below the USD 8,426 fractal low. The futures are lower but remain above the USD 8,426 support at this point, if broken we target the USD 8,341 level; however, a new low will create a positive divergence with the RSI, which will need to be monitored.

Capesize

The index has turned today with price USD 474 higher at USD 19,283. We noted on the technical yesterday that the RSI was testing a recent resistance level at 65, the upside move today means this has now been broken, supporting a bull argument. The June futures opened higher this morning with price above the daily pivot point, we noted on the morning report that if the 4-hour candle could hold above the USD 20,491 level then resistance levels could come under pressure. We are closing the day USD 575 higher at USD 20,750 but the move itself has been a little disappointing, partly because the RSI is finding resistance below its MA. If the RSI closes at or above 60 then price and momentum will be aligned to the buy side, if this happens, we could see buy side momentum increase. The reverse of this would be the futures opening tomorrow below USD 20,700 tomorrow, as price action will seem to be weakening, meaning we could be in balance on the open.

Panamax

The index continues to come under pressure with price USD 204 lower today at USD 12,526. The June futures however have recently been showing signs that we could exhaust, resulting in the futures closing USD 200 higher at USD 14,300. For more information on the technical, please click on the link. Panamax Technical Report 03/05/23 <https://fisapp.com/wp-content/uploads/2023/05/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-03-05-23.pdf>

Supramax

Another bear index today with price coming in USD 235 lower at USD 12,352. We noted on the morning report that the future looked like they could potentially be in the early stages of a bearish impulse wave 5; however, the futures need to trade below USD 13,600 for confirmation, if we did then we had a potential downside target at USD 13,020. Likewise, if we moved higher without making a new low, then the upside move would be considered as countertrend. The June futures have found light buying support with price closing the day USD 350 higher at USD 14,200. Technically we are bearish, we are cautious on this upside move.

Oil

Oil fell for a third day, dropping below \$69 a barrel in New York, as the prospect of a US recession threatened to curb fuel demand. Just days after some OPEC+ members had pledged to begin cutting output, there were indications that supply remains ample, while demand has been disappointing. Renewed anxiety over the financial stability of regional US lenders also contributed to sending oil futures to the lowest since March. Looking ahead, markets will be watching the Federal Reserve, which is projected to boost rates 25 basis points and signal a pause in its aggressive tightening campaign (Bloomberg). We noted on the morning report that the futures were technically bearish with the downside move yesterday suggesting we were seeing further wave extension, meaning upside moves should still be considered as countertrend. The MA on the RSI supported this, as it implied that momentum remained weak. The futures came under further pressure with Brent USD 3.27 lower at USD 72.05. We remain bearish and maintain our view that upside moves should be considered as countertrend.

Written by **Ed Hutton**, FIS Senior Technical Research Analyst

EdwardH@freightinvestor.com

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com