



European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	12700	11625	-8.5%
Cape Q4 23	15375	14925	-2.9%
Cape Cal 24	13800	13650	-1.1%

	Previous Close	Current Close	% Change
Pmx 1 month forward	13325	12750	-4.3%
Pmx Q4 23	13000	12625	-2.9%
Pmx Cal 24	11400	11150	-2.2%

	Previous Close	Current Close	% Change
Smx 1 month forward	11900	12000	0.8%
Smx Q4 23	12050	12000	-0.4%
Smx Cal 24	11300	11075	-2.0%

	Previous Close	Current Close	% Change
Brent	85.53	85.52	0.0%
WTI	81.32	81.27	-0.1%
Iron ore	113	114.45	1.3%

Iron ore

Source FIS/Bloomberg

Technically bullish on the morning report with price testing the USD 114.85 fractal high. We noted in that the intraday Elliott wave analysis suggested we had the potential to trade as high as USD 120.47. However, above USD 114.85 the futures would be in divergence, warning we had the could see a momentum slowdown on an upside breakout, for this reason we were a cautious bull. The Sep futures have traded to a high of USD 115.20 with price trading at USD 114.75 going into the close. We are bullish, but now have a note of caution as the divergence is in play.

Copper

Technically bearish with a neutral bias this morning, the lower timeframe intraday Elliott wave cycle continued to suggest that the USD 8,465 resistance was vulnerable. However, we had a note of caution on upside breakouts as a new high would create a negative divergence with the RSI, suggesting caution on upside breakouts. The futures have traded to a new high meaning we are in divergence with the RSI. Price will need to trade above USD 8,494 for the technical to be bullish, this is possible as we are USD 30.00 away from the resistance; however, we no have a note of caution as the divergence is in play.

Capesize

Having produced a positive number yesterday the index was USD 687 lower today at USD 9,310. We were technically bearish on the morning report with Fibonacci projection levels suggesting we had a potential downside target at USD 10,783. The new low meant that we had a positive divergence in play, not a buy signal, it warned we had the potential to see a momentum slowdown, meaning we were a cautious bear. The Sep contract continues to come under pressure with the futures closing USD 1,075 lower at USD 11,625, the 4-hour divergence has now failed. However, we remain in divergence on the 1-hour chart, meaning we remain a cautious bear with a potential downside target at USD 10,783. Tomorrow's pivot point looks like it will be at USD 11,941, if for some reason we open above this level (or close above it in the first hour of trading) you could see bid support coming in from market shorts. Likewise, if you open below and hold below this level then we could see the USD 10,783 level coming under pressure.

Panamax

Another bullish index today with price coming in USD 208 higher at USD 12,353. We have a technical report today but feel we should highlight a conflict we are seeing in the market. Intraday Elliott wave cycles look bullish, with both the Sep and Q4 trading above key resistance levels yesterday. However, these wave cycles can and do fail, we highlight this as the daily RSI has rejected its moving average in the Sep, Q4, and Cal 24, indicating momentum weakness. The technical might be bullish, but until we see a change in momentum, support levels are vulnerable. A bearish close on the Sep contract today at USD 12,750 is warning we could move lower tomorrow. The pivot point will be at USD 12,933 meaning if we do not see bid support on the open, the USD 12,140 support on the intraday could be vulnerable. For more information on the technical, please click on the link. Panamax Technical Report 30/08/23 <https://fisapp.com/wp-content/uploads/2023/08/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-30-08-23.pdf>

Supramax

Momentum in the index is increasing with price USD 267 higher at USD 10,367 today. We were technically bullish with resistance levels vulnerable on the morning report, as the futures had traded above a key level yesterday. Price action today has been limited, the Sep contract has closed USD 100 higher at USD 12,000, which does suggest an underlying strength, as the Capesize and Panamax were both weaker. However, if the Panamax opens weaker again tomorrow, then we could see price come under pressure, as today we have held, but made no significant advance. Tomorrow's pivot point will be at USD 11,966 suggesting we could be in balance on the open. We are bullish, but a small rejection candle on the 29th has been followed by an inside day today, implying we should be a little cautious on the open.

Oil

Having traded through fractal resistance the futures have entered bullish territory on the intraday technical. We initially moved higher this morning, but price has since corrected into the close with the futures now flat on the day. The upside move yesterday meant that both the 4 – and – 1-hour divergences have failed, in theory this suggests that intraday downside moves will potentially be countertrend. However, if we stay at these levels into the US close (USD 85.42) then we will have a small rejection candle on the daily chart, warning the USD 84.62 support could be vulnerable. If broken, the probability of the futures trading to a new high will decrease.

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