

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	16750	18175	8.5%	Pmx 1 month forward	14000	14550	3.9%
Cape Q1 24	13575	14425	6.3%	Pmx Q1 24	13400	14025	4.7%
Cape Cal 24	17425	18025	3.4%	Pmx Cal 24	13587.5	14000	3.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	13650	14350	5.1%	Brent	76.6	76.82	0.3%
Smx Q1 24	12925	13375	3.5%	WTI	71.65	71.65	0.0%
Smx Cal 24	13012.5	13412.5	3.1%	Iron ore	134.45	134.1	-0.3%

Iron Ore

Source FIS/Bloomberg

We have seen little price movement with the futures trading within 35 cents of the morning technical. We remain a cautious bull as the Jan futures are in a corrective phase on the back of a negative divergence with the MA on the RSI continuing to suggest that momentum is weak, implying support levels remain vulnerable.

Copper

Technically bearish with a neutral bias in the morning report. We noted that the new high in the RSI warned that we had the potential to see a move higher. We remain in a corrective phase but above the Fibonacci support zone, from a technical perspective we remain cautious on downside moves. If we do trade below USD 8,376 then the probability of the futures trading to a new high will start to decrease.

Capesize

Another bearish index today with price USD 1,468 lower at USD 32,639. However, the futures moved higher on the open due to the recent attacks in the Red Sea, resulting in the futures re-entering bullish territory. We close the day USD 1,500 higher at USD 19,675. For more information on the technical, please click on the link. Capesize Technical Report 18/12/23 <https://fisapp.com/wp-content/uploads/2023/12/FIS-CAPE-SIZE-4-PAGE-TECHNICAL-REPORT-18-12-23.pdf>

Panamax

The index turned today with price USD 59 higher at USD 15,819, a close above USD 16,220 will mean that momentum based on price is aligned to the buy side. We noted in the morning report on Friday that the move above the 55-period EMA warned that resistance levels were vulnerable, resulting in a move higher. We followed this on today's technical by noting that the MA on the RSI was implying that momentum was supported. Like the rest of the Freight complex, the attacks in the Red Sea have resulted in the futures continuing to move higher with price testing the USD 15,874 resistance; if broken, then the probability of the futures trading to a new low will start to decrease. We should note that this move is outside of the technical, meaning it could change the psychological footprint of the market. Based on the close today, with momentum still supported and the Red Sea uncertainty, there is a strong chance the USD 15,874 resistance will be broken, as we are closing the day USD 1,175 higher at USD 15,725.

Supramax

We are seeing a momentum slowdown in the index with price closing the day USD 78 lower at USD 15,608. Like the rest of the freight complex, we opened higher today due to the events in the Red Sea. The futures have now traded above the USD 15,495 resistance meaning that the probability of the futures trading to a new low has started to decrease. As with the rest of the complex, this move is outside of the technical and could change the psychological footprint of the market, warning the Elliott wave corrective phase could fail early. Going into the close, the MA on the RSI is warning that momentum is supported, implying we could move higher again tomorrow.

Oil

The Houthis have made their mark on freight today with BP now halting shipments through the red sea. Putin has also extended his ban to sell oil under the price cap until July 2024 (Bloomberg). Unsurprisingly the futures have moved USD 2.00 higher to close the day at USD 78.55, if we move above USD 80.51 then the probability of the futures entering a larger bear cycle will decrease. Like the dry freight, this move is outside of the technical, suggesting all eyes should be on the news wire.

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