

FIS 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	20425	23125	13.2%	Pmx 1 month forward	15425	15175	-1.6%
Cape Q2 24	24000	26050	8.5%	Pmx Q2 24	16400	16375	-0.2%
Cape Cal 25	19800	20500	3.5%	Pmx Cal 25	13475	13525	0.4%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	15150	14875	-1.8%	Brent	82.56	82.98	0.5%
Smx Q2 24	15700	15600	-0.6%	WTI	78.27	77.92	-0.4%
Smx Cal 25	13000	12925	-0.6%	Iron ore	120.85	119	-1.5%

Iron Ore

Source FIS/Bloomberg

Iron ore futures hit the lowest since October after a volatile session in which prices flipped between gains and losses. Futures declined to \$119 a ton in Singapore, headed for a third straight daily loss after swinging in an arc of more than \$5 over the session. So far this week, the commodity has shed about 9% (Bloomberg). The strong downside move in the futures is finding support on the daily 200-period MA USD 119.16 (closed USD 119.50) with price in divergence with the RSI. However, our Elliott wave analysis is warning that upside moves still look like they could be countertrend, despite the USD 5.00 swing in the Asian day session.

Copper

Technically bullish in the morning report with the futures continuing to trade to new highs. We noted that the 4-hour divergence had failed but the lower timeframe technical remained in divergence, warning we could see a momentum slowdown. However, we also highlighted that the futures were at an inflection point, if they moved much higher, or stayed elevated, then it would cause an Elliott wave 3 extension. We have traded higher meaning we are looking at an Elliott wave extension, implying downside moves should now be considered as countertrend again. We are bullish but continue to have a note of caution due to the lower timeframe divergence.

Capesize

The index has turned again today with price USD 1,111 higher at USD 21,092. Having produced a bearish close yesterday the futures gapped higher and opened above the daily pivot point, price remained bid for the rest of the session, to close USD 2,700 higher at USD 23,125. Technically we are bullish with our intraday Elliott wave analysis suggesting we have a potential upside target at USD 26,475. However, the upside move to a new high today means that the futures are in divergence with the RSI. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown, which does need to be monitored. We have closed above back above the weekly pivot point, suggesting resistance levels are vulnerable in the near-term.

Panamax

The index turned today with price USD 294 lower at USD 13,722, a close below USD 13,586 will mean momentum based on price is aligned to the sell side. We noted in the morning report that that the MA on the RSI warned that momentum was starting to weaken, if the RSI held below 50 then support levels could come under pressure. We have seen the futures trade lower; however, we have found light bid support into the close with price closing just above the 55-period MA (USD 15,146). The MA on the RSI continues to suggest that momentum is weak whilst the RSI is making new lows, implying intraday upside moves have the potential to be countertrend. Tomorrows open could be interesting, the March has closed at USD 15,175, the 55-period EMA is at USD 15,146 and tomorrows pivot level is looking like it could be at USD 15,233. If we open above these levels, we could see bid support on the open.

Supramax

The index remains supported with price USD 276 higher at USD 12,692. The March futures have sold USD 250 lower to close at USD 275, meaning we remain above the USD 14,850 range support. For more information on the technical please click on the link. Supramax Technical Report 21/02/24 <https://fisapp.com/wp-content/uploads/2024/02/FIS-SUPRAMAX-4-PAGE-TECHNICAL-REPORT-21-02-24.pdf>

Oil

The futures moved lower this morning and breached the USD 81.72 support, meaning the technical has a neutral bias. However, we have found bid support with price back above the weekly pivot level (USD 82.65, current price USD 82.90), if we hold above this level into the close, it will suggest that momentum based on price is increasing. The RSI is now testing MA resistance, but the MA continues to suggest momentum remains weak. Likewise, AOI is starting to see a small build again, implying we are seen new longs enter the market. There are too many conflicts on this technical, meaning I have a neutral bias.

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

EdwardH@freightinvestor.com

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