

FIS European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	23875	25750	7.9%
Cape Q2 24	23100	24500	6.1%
Cape Cal 25	19875	20500	3.1%

	Previous Close	Current Close	% Change
Pmx 1 month forward	15450	15550	0.6%
Pmx Q2 24	15100	15325	1.5%
Pmx Cal 25	13125	13300	1.3%

	Previous Close	Current Close	% Change
Smx 1 month forward	14625	14875	1.7%
Smx Q2 24	14462.5	14650	1.3%
Smx Cal 25	12725	12800	0.6%

	Previous Close	Current Close	% Change
Brent	90.62	89.43	-1.3%
WTI	86.57	85.27	-1.5%
Iron ore	104.1	107.85	3.6%

Iron Ore

Source FIS/Bloomberg

The technical was unchanged this morning, the MA on the RSI warned that momentum was supported with price looking like it could test the USD 110.50 resistance. The May contract is trading at USD 107.40 on the close with downside moves looking like they could be countertrend based on the recent RSI high. Going into the close we are trading at the symmetrical triangle that formed between the 21 – 26 March (this is a point of consolidation in the market) which has the potential to act as an intraday resistance in the near-term, the peak of the symmetrical is the fractal high at USD 110.50.

Copper

Technically bullish but not a technical buy this morning this morning, as the futures were in divergence with the RSI whilst the RSI was below its moving average. We have seen a test to the upside, but the move failed to hold, resulting in price trading flat to last night's close (USD 9,411.5). We maintain our view that the futures are not a 'technical' buy at these levels, as the divergence is warning that we could soon enter a corrective phase.

Capesize

The index is now starting to slow down a little with price only USD 372 lower today at USD 17,854. We noted this morning that although the futures were technically bearish with upside moves looking like they could be countertrend. The futures were approaching the 200-period MA that was sloping higher, implying that there was potentially longer-term support in the market. We were cautious of downside moves, as we were in an area where we could potentially see short covering in the market. The May contract is now USD 1,875 higher at USD 25,750, meaning we are closing above the weekly pivot level (USD 25,125) and the high of the previous days candle, warning that resistance levels are now vulnerable.

Panamax

The index is another USD 302 lower at USD 13,363 today. We were cautious on downside moves below USD 14,875 this morning as the futures had the potential to become divergent. Having traded to a low of USD 14,925 the May futures found light bid support to close the day USD 100 higher at USD 15,550. For more information on the technical, please click on the link. Panamax Technical Report 09/04/24 <https://fisapp.com/wp-content/uploads/2024/04/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-09-04-24.pdf>

Supramax

The index turned today with price USD 9.00 higher at USD 13,844. We seem to have missed the last part of the technical off this morning. This has worked in my favour, as I was cautious on upside moves, the current move higher had taken three times longer than the previous move, warning we were potentially about to see a move lower. The futures held the 200-period MA resulting in the May contract closing USD 250 higher at USD 14,875. We remain above the weekly pivot (USD 14,325) with price testing the 55-period EMA at USD 14,887, a close above that holds above the average will further support a near-term bull argument. In theory, the upside move looks to be countertrend based on our intraday Elliott wave analysis, making USD 16,233 the key resistance to follow. If broken, then the probability of the futures trading to a new low will start to decrease.

Oil

Technically bullish this morning, we noted that the MA on the RSI warned that momentum was weak, with price and momentum conflicting. If we moved lower price and momentum would become aligned to the sell side, it would warn that support levels could come under pressure. Although we had a longer-term bullish view, the weak momentum warned that there was potentially further downside within the corrective phase, the futures sold USD 0.90 lower at USD 89.48. We maintain our view that downside moves look like they could be countertrend.

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