EMISSIONS | OIL | FERROUS | FREIGHT | AGRI | METALS | ENERGY | PHYSICAL FREIGHT

FIS

European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	28450	29250	2.8%	Pmx 1 month forward	13500	13550	0.4%
Cape Q4 24	26950	27550	2.2%	Pmx Q4 24	13750	13850	0.7%
Cape Cal 25	21250	21350	0.5%	Pmx Cal 25	12675	12575	-0.8%
	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward			•	Brent			
Smx 1 month forward Smx Q4 24	Close 14275	Close	-0.5%	Brent WTI	Close	Close	Change
	Close 14275	Close 14200	-0.5% 0.1%		Close 72.18	Close 72.56	Change 0.5%

Copper and iron ore drifted lower following weak Chinese economic data over the weekend that darkened the growth outlook and demand prospects. Industrial output in the biggest commodities buyer expanded at a slower rate than economists had forecast, extending a weakening streak to a fourth month — the longest stretch since September 2021. Measures of consumption and investment all slowed more than expected, while the jobless rate surprisingly rose to a six-month high (Bloomberg). We noted last week that upside moves in the October futures looked like they could be countertrend and cited USD 95.40 as a potential area of resistance. Having traded to a high of USD 95.55 the futures are now in a corrective phase, suggesting the USD 89.60 fractal low is now vulnerable. We have found bid support in the Asian evening session to close the day USD 1.41 higher at USD 92.65; however, we maintain our view that upside moves based on our Elliott wave analysis look to be countertrend.

Copper

Copper edged higher, erasing earlier losses as a fresh batch of weak data in China sparked calls for policymakers to step up support for the economy. Industrial output in the world's biggest commodities buyer in August expanded at a slower rate than economists had forecast, extending a cooling streak to a fourth month, data over the weekend showed. Measures of consumption and investment all slowed more than expected, while the jobless rate surprisingly rose to a six-month high. Copper initially dropped as much 1%, before rebounding to trade above \$9,300 a ton by late morning in London, with the holiday closure of Chinese markets contributing to choppy trading conditions. A gauge of Chinese stocks listed in Hong Kong also swung to a gain as investors debated whether weaker macro data will prompt the government to bolster stimulus (Bloomberg). Bearish with a neutral bias in the futures this morning, the probability of price trading to a new low had started to decrease. However, we did have an intraday divergence on the 1-hour RSI that warned we were vulnerable to an intraday pullback. The futures initially traded to a low of USD 9,217 before catching a bid, resulting in the futures trading to a new high. The upside move today means that the technical is bullish, it also means we have seen a lower timeframe Elliott wave extension to the upside (highlighted by the divergence failing), suggesting downside moves should now be considered as countertrend.

Capesize

The index turned today with price USD 64 higher at USD 25,684. The October futures have held above the 55-period EMA, resulting in price trading back into the symmetrical triangle. We maintain our view based on Elliott wave analysis that downside moves look like they could be countertrend. We close the day USD 800 higher at USD 29,250. For more information on the technical, please click on the link. Capesize Technical Report 16/09/24 https://fisapp.com/wp-content/uploads/2024/09/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-16-09-24.pdf



Panamax

The index continues to slow with price only USD 127 higher today at USD 11,640. This is down from Friday when the index came in USD 229 higher. The October futures sold below the USD 13,400 fractal support on the open this morning, warning that the USD 13,024 Fibonacci support is vulnerable, if broken, then the technical will be back in bearish territory. Having sold lower on the open, the futures have found light bid support post index, to close the day USD 100 higher at USD 13,600, the bid support is potentially driven by the move higher in the Capesize complex. For downside continuation, the futures need to trade below the USD 13,024 support. If we hold above this level and trade above the USD 14,041 resistance, then we could see the USD 14,575 fractal high come under pressure. This technical is now in balance, as the index is sub 2k whilst the MA on the RSI is implying momentum has turned neutral. We also have a bullish rejection candle on the daily chart, warning we are seeing underlying support in the market.

Supramax

The index has barely turned higher before seeing a slowdown, we are only up USD 11.00 today at USD 13,954. We have seen very little price movement in the futures today (High USD 14,300 – Low USD 14,200) with price closing USD 75 lower at USD 14,200. We maintain our view based on intraday Elliott wave analysis that upside moves look like they could be countertrend.

Carbon

EUA Dec 24 (Daily) 16/09/24 https://fisapp.com/wp-content/uploads/2024/09/FIS-EUA-Technical-16-09-24.pdf

Oil

Oil jumped as Libyan exports continued to slump and expectations rose that the Federal Reserve will be more aggressive in cutting rates this week. West Texas Intermediate advanced about 2% to trade near \$70 a barrel while Brent futures traded near \$73 a barrel. Libyan exports have declined markedly as United Nations-led talks failed to break an impasse over control of the central bank, which has spilled over into its oil industry (Bloomberg). We were unchanged in the technical this morning. Our Elliott wave analysis continued to suggest upside moves should be countertrend; however, the break in resistance on the RSI previously, warned that there could be further upside within this corrective phase. The futures have found light bid support with price trading to a high of USD 73.39. We maintain our view that upside moves look like they could be countertrend from a technical perspective.

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