

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	13000	14500	11.5%	Pmx 1 month forward	16250	16575	2.0%
Cape Q422	14000	15250	8.9%	Pmx Q422	15625	16125	3.2%
Cape Cal 23	13250	13500	1.9%	Pmx Cal 23	12150	12025	-1.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	17500	16750	-4.3%	Brent	87.71	88.96	1.4%
Smx Q4 22	16375	16362.5	-0.1%	WTI	81.66	83.49	2.2%
Smx Cal 23	12250	12225	-0.2%	Iron ore	96.95	100.1	3.2%

Iron ore

Source FIS/Bloomberg

Iron ore futures bounced back to \$100 a ton as a major Chinese city ordered work to restart on unfinished property projects, fuelling hopes for a wider reboot of construction activity. Aluminium and copper rose also amid continued supply risks. Zhengzhou, a provincial capital of some 10 million people, said all stalled housing projects should resume by Oct. 6, according to official media. The city urged developers to raise funds by selling other assets and said the government will take over projects run by builders with liquidity difficulties (Bloomberg). Having held the support zone highlighted on yesterday mornings technical the futures have moved higher during the Asian day session. The RSI at 58 is now at a bearish resistance level with the stochastic in overbought territory, momentum indicators would suggest the technical is vulnerable at this point; however, if we trade above USD 101.15 (October closing at 100.10) then the intraday technical becomes bullish. Bearish neutral.

Copper

Copper spreads are spiking in a signal that physical supplies remain tight despite global economic headwinds. The premium for cash copper over three-month futures on the London Metal Exchange rose by as much as 91% on Thursday to a high of \$145 per ton, an indication the market is paying more for units right now. That's the biggest backwardation since November last year (Bloomberg). We noted on the morning report that the EMA resistance band was starting to flatten, indicating the intraday trend was becoming less stable. The futures remain technically bearish below USD 7,805 and bearish neutral above this level, the upside move today saw the futures trade to a high of USD 7,804.5. Technically bearish the RSI has moved above 50 with the trend less stable, warning resistance levels are vulnerable at this point.

Capesize

The downside move in the index is slowing with price USD 35 lower today at USD 5,407. The slowing index has supported the October futures with price trading to a high of USD 15,125 before selling off in the closing session. Price is USD 1,500 higher on the day at USD 14,500, we maintain our view that this upside move looks to be a countertrend Elliott wave 4 with USD 16,961 – USD 17,012 being an area of interest for market sellers. Downside moves below USD 11,099 will target the USD 8,575 low.

Panamax

A bumper index today with price USD 1,619 higher at USD 14,479. For more information on our technical view of the market, please click on the link. Panamax Technical Report 08/09/22 <https://fisapp.com/wp-content/uploads/2022/09/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-09-09-22.pdf>

## Supramax

Slowing down, but we have not reversed, the index was another USD 51 lower today at USD 16,247. On the paper the October futures are USD 325 lower having rejected the USD 18,011 resistance. The RSI is now neutral at 50 with the stochastic in overbought territory, if the RSI moves below 50, momentum suggests the futures are vulnerable to a test to the downside. Key support remains unchanged at USD 15,424, below this level the futures will target the USD 14,200 low. We maintain our view that this upside move looks to be countertrend.

## Oil

After yesterday's move to the downside, we have seen a more sedate day in the futures with price moving higher by 0.92 cents to USD 88.92 on what looks to be a bit of a rebalance. As noted on the previous technical the futures look to have entered a larger bear cycle (wave 3) meaning upside moves should be considered as countertrend. Based on our Elliott wave analysis we have a medium downside target at USD 71.71.

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