



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	10500	10825	3.1%	Pmx 1 month forward	11975	12475	4.2%
Cape Q1 23	5800	5850	0.9%	Pmx Q1 23	9875	10575	7.1%
Cape Cal 23	11300	11375	0.7%	Pmx Cal 23	10650	11125	4.5%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	12975	13375	3.1%	Brent	94.85	94.98	0.1%
Smx Q1 23	10050	10900	8.5%	WTI	86.21	88.68	2.9%
Smx Cal 23	11000	11425	3.9%	Iron ore	92.25	80.2	-13.1%

Iron Ore

Source FIS/Bloomberg

Iron ore traded near the lowest level since early 2020 on continued pessimism over the demand outlook in China. The steel-making ingredient swung between gains and losses in Singapore amid a lack of fresh market catalysts. It lost around 13% over the previous six sessions as the traditionally busy construction season spanning September and October drew to a close. A prolonged Chinese property slump has put pressure on iron ore, while the government's strict Covid Zero policy has also damped economic activity and hampered the deployment of stimulus spending. Steel mills have been struggling with low margins, while China's top 100 developers saw their combined contract sales drop around 28% in October from a year earlier (Bloomberg). Having moved lower in the evening session yesterday the futures found light buying support on the open due to a weaker U.S dollar. Technically the December futures remain bearish with price below all key moving averages, we continue to view upside moves considered as countertrend at this point due to the RSI making new lows. However, with metals moving higher today on reports the China could relax COVID zero policies, we would suggest a little caution here, if true the wave count will most likely fail.

Copper

Mining and metals stocks surged, following advances for European miners, amid speculation that Chinese policy makers plan to wind down stringent Covid Zero policies, which would boost demand for metals in the country. Copper miners climbed Wednesday as the base metal surged, joining the Chinese risk rally. The Global X Copper Miners ETF rose 5.7%, led by Capstone Copper, Hong Kong-listed Jinchuan Group +9.6%, Copper Mountain Mining +8.6% and MMG +8.4%. Freeport-McMoRan, the largest publicly traded copper miner in the US, climbed 5.4% and was among the top 10 best performing stocks in the S&P 500 Index on Tuesday (Bloomberg). The daily technical remains in consolidation with the upside move today taking the intra-day to bearish/neutral. If the reports are true, the next move will not be linked to the technical, as it would suggest the market will be going risk on to the buy side.

Capesize

The index is USD 1,424 lower today at USD 11,509; however, we are seeing some light buying support in the Dec futures. For more information on the technical please click on the link. Capesize Technical Report 01/11/22 <https://fisapp.com/wp-content/uploads/2022/11/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-01-11-22.pdf>

Panamax

We continue to see a weakening index with price USD 437 lower at USD 13,930. Like the Capesize we witnessed some light buying support in the December contract with price closing the day USD 450 higher at USD 12,425. We remain below the 8-21 period EMA's with the RSI below 50, we look to be on a bearish Elliott wave 5, suggesting upside moves should be considered as countertrend at this point. Key resistance is at USD 15,809, the futures are bearish below this level and neutral above.

Supramax

A hatrnick of bearish index's today with price USD 527 lower at USD 15,281. However, like the rest of the freight complex the Dec contract has seen some light buying support after last weeks sell off. Price is a little overextended to the downside with the futures closing the day above the daily pivot point at USD 13,375, intraday price and momentum are now aligned to the buy-side. The futures are on a bearish wave 5 with upside moves considered as countertrend based on the intraday RSI making new lows. Technically bearish with key upside resistance at USD 16,061.

Oil

President Joe Biden's suggestion that US oil companies are profiting from Russia's war in Ukraine was "absolutely outrageous," according to the trade group representing American oil and natural gas companies. "The statement itself was outrageous, and I would certainly hope that the President would reconsider such statements in the future," Mike Sommers, chief executive officer for the American Petroleum Institute, told reporters Tuesday on a conference call. "A number of API member companies who have joint ventures in Russia withdrew from those before the federal government mandated those withdrawals." (Bloomberg). The futures themselves gapped lower on the roll into the Jan 23 contract; however, buying support on the Asian open resulted in the bearish window being closed. Technically bearish on the 1-hour chart, we now have a neutral bias due to the depth of the upside move. With metals rising on reports that China could wind down stringent COVID zero policies we need to keep an eye on the Aggregate open interest (AOI) as any rise there would suggest the futures could be seeing another build to the buy-side. bearish/neutral on the intraday, but price is now holding above the 200-period MA.

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