



# European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	11600	10875	-6.3%	Pmx 1 month forward	12500	13100	4.8%
Cape Q1 23	6700	6700	0.0%	Pmx Q1 23	10950	11425	4.3%
Cape Cal 23	12225	12212.5	-0.1%	Pmx Cal 23	11500	11900	3.5%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	13000	13225	1.7%	Brent	92.47	93.65	1.3%
Smx Q1 23	10700	11275	5.4%	WTI	85.64	86.6	1.1%
Smx Cal 23	11700	11825	1.1%	Iron ore	88.9	87.3	-1.8%

Iron Ore

Source FIS/Bloomberg

CPI is proving to be the new non-far, the small slowdown in inflation has resulted in USD weakness and a rally in commodities and equities. The Dec futures moved lower in the Asian day session having broken trend support yesterday evening. However, we failed to close below USD 85.20 before rallying to a high of USD 88.90 after the USD CPI figure. We remain below trend resistance; however, the futures are testing the USD 89.01 level, if broken the technical will have a neutral bias.

## Copper

Gold and copper jumped after US inflation data came in cooler than expected, paving the way for the Federal Reserve to slow down its aggressive monetary tightening. The US consumer price index rose 0.4% in October from the month before, below economists median forecast of 0.6%. The dollar plunged following the print, easing the pressure on commodities that are priced in it. The data will embolden bets that the Fed will begin to slow their aggressive monetary tightening, a prospect Chair Jerome Powell mooted last week. He still continued to emphasize the central bank's commitment to bringing down inflation, as well as the fact that rates may have to reach a higher level than previously anticipated (Bloomberg). We noted on the morning technical that the futures had trade to a new high meaning we were on an extended wave 3 of this phase of the cycle, with a potential upside target at USD 8,316. The futures have traded to a high of USD 8,315 with price slightly lower into the close. We remain bullish but in divergence, which will need to be monitored. Downside moves are considered as countertrend.

## Capesize

We are now seeing a momentum slowdown in the index with price only USD 124 higher at USD 13,702 today. A close below USD 12,158 will mean that momentum based on price is turning bearish. The futures have been struggling to gain upside traction in the last week or so, the weaker index today means the Dec contract has closed the day USD 725 lower at USD 10,875. We have given up 5 days of upside moves today, leaving us with a bearish engulfing candle on the daily chart, suggesting we could see further weakness tomorrow. Technically bearish the USD 10,150 low is starting to look vulnerable.

## Panamax

Another bearish index today with price USD 193 lower at USD 13,238. The Dec futures however have soared like a phoenix for the ashes with price closing the day USD 600 higher at USD 13,100. Technically we remain bearish with the upside move considered as countertrend, however the USD 13,450 fractal resistance is looking vulnerable, if broken it will warn that the USD 14,120 and USD 14,837 Fibonacci resistance levels could come under pressure. However, the technical remains bearish below USD 15,809 and neutral above.

## Supramax

The index is USD 56 lower today, waring sell side momentum could be slowing. However, we think that upside moves in the futures should be considered as countertrend based on our intraday Elliott wave analysis. For more information on the technical please click on the link. Supramax Technical Report 10/11/22 <https://fisapp.com/wp-content/uploads/2022/11/FIS-SUPRAMAX-4-PAGE-TECHNICAL-REPORT-10-11-22.pdf>

## Oil

Oil pared losses on Thursday, still heading for a fourth consecutive daily decline, as cooler than expected U.S inflation figures balanced demand concerns prompted by renewed COVID curbs in China. Crude rallied briefly, rising by more than \$1 a barrel after the inflation data supported investor hopes that increases to interest rates would be tempered, which would be a positive for oil demand. "Inflation has finally started to drop like a rock in the U.S. and this is the best news that anyone can expect," said Avatrade analyst Naeem Aslam. Brent crude was down 3 cents at \$92.62 a barrel at 1500 GMT, paring earlier losses. U.S. West Texas Intermediate (WTI) crude fell 15 cents, or 0.2%, to \$85.68 (Bloomberg). The intraday trend is technically bearish with the current wave more than 161.8% in length than the previous wave, suggesting upside moves should be considered as countertrend. The futures have moved USD 2.00 higher from this morning lows on the back of the CPI figures with key resistance to follow at USD 95.93. Upside moves that fail at or below this level will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. There will be a lot of focus on the USD over the next couple of days, if we continue to weaken, we could see resistance levels be tested and broken.

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