

# FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	9625	8850	-8.1%	Pmx 1 month forward	12550	11850	-5.6%
Cape Q1 23	6600	6275	-4.9%	Pmx Q1 23	11025	10700	-2.9%
Cape Cal 23	12325	12150	-1.4%	Pmx Cal 23	11850	11850	0.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	12400	12200	-1.6%	Brent	92.86	89.86	-3.2%
Smx Q1 23	10875	10650	-2.1%	WTI	85.59	81.7	-4.5%
Smx Cal 23	11975	11850	-1.0%	Iron ore	96.97	96.95	0.0%

Iron Ore

Source FIS/Bloomberg

Iron ore rose for a fifth day, reversing an earlier drop that was driven by a report of output cuts at Chinese steel mills. The steel-making ingredient edged above \$97 a ton after falling as much as 3.3% earlier. It's rallied about 13% since the close on Thursday. Sinter plants in Tangshan -- China's major steel-making hub -- are cutting production by 30% for 10 days from Nov. 15, according to researcher Mysteel. Sinter is a product used in the steel-making process. Poor profitability is continuing to hamper mills from resuming full capacity, and factories in Jiangsu province are also considering imposing reductions, it said (Bloomberg). The futures have held support level with price now trading with 20 cents of yesterday's high. The technical itself is bullish but a new high will create a negative divergence with the RSI, warning we have the potential to see a momentum slowdown. Bullish, but the intraday technical is suggesting caution at this point.

Copper

The futures remain in a corrective phase with price trading below the USD 8,119 support. We had this as a key level with the futures looking to be in a countertrend move; however, the depth of the pullback means we now have a neutral bias, suggesting caution. Upside moves that fail at or below USD 8,431 will leave the futures vulnerable to further tests to the downside, above this level we target the USD 8,600 fractal high. Technically bullish, we now have a neutral bias.

Capesize

The index gave up more ground today with price USD 1,199 lower at USD 9,855. We have been a cautious bear in the futures for the last two days, the head and shoulders pattern has a 100% Fibonacci projection levels of USD 8,500; however, the RSI has been in divergence warning we have the potential to see a momentum slowdown. The futures have closed the day on their lows at USD 8,850 with the divergence now marginal, making for an interesting day tomorrow. If the divergence fails the technical has the potential to weaken further; likewise, if we hold, we need to cautiously look for bullish buy signals, as the trend remains bearish.

Panamax

The futures had suggested that the upside move in the index would fail to hold, resulting in price moving USD 346 lower to USD 13,514 today, proving that the tail wags the! For more information on the technical please follow the link. Panamax Technical Report 17/11/22 <https://fisapp.com/wp-content/uploads/2022/11/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-17-11-22.pdf>

## Supramax

The index continues to weaken with price USD 200 lower at USD 12,200 today. In the Dec futures the technical is unchanged, price has closed the day USD 200 lower at USD 12,200 with a potential downside target at USD 9,703. However, we remain conscious of the positive divergence with price on an Elliott wave 5, suggesting market shorts should remain cautious.

## Oil

Oil continued its steep selloff, tumbling to the lowest in more than six weeks as demand concerns resurface. Brent futures fell as much as 3.4% to trade below \$90 for the first time since early October. China, the world's biggest crude importer, continues to grapple with rising Covid cases that traders fear will hit consumption. "Worries over China is one of the main focus areas right now, where Covid cases are on the rise again and investors fear more lockdowns are likely," said Fawad Razaqzada, market analyst at City Index. Adding to bearish headwinds, JPMorgan Chase & Co. projected the US will enter a "mild" recession next year due to interest-rate hikes, while a stronger dollar made commodities priced in the currency more expensive (Bloomberg). We noted the futures were technically bearish this morning with downside moves below USD 91.53 targeting USD 90.80 and USD 89.12 Fibonacci support levels. The futures have broken to the downside to trade to a low of USD 89.53; however, we continue to have a note of caution as the RSI continues to show a positive divergence, it is now on support. If the divergence fails then we have the potential for further downside, if it holds then you will be looking at an intraday upside move.

## Ed

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