



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	18100	19375	7.0%	Pmx 1 month forward	14925	15300	2.5%
Cape Q4 23	17500	18075	3.3%	Pmx Q4 23	14050	14396	2.5%
Cape Cal 24	14525	14650	0.9%	Pmx Cal 24	11725	11812.5	0.7%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	15450	15875	2.8%	Brent	94.57	95.2	0.7%
Smx Q4 23	14125	14387.5	1.9%	WTI	92.25	92.45	0.2%
Smx Cal 24	11575	11575	0.0%	Iron ore	121.75	120.4	-1.1%

Iron ore

Source FIS/Bloomberg

The October futures have found light bid support in the Evening Asian session with the futures closing USD 1.22 higher at USD 121.40. Momentum indicators are now conflicting as the MA on the RSI would suggest it is weak; however, the RSI is above 50 with the stochastic in oversold territory. If the RSI can hold above 50 then we could be vulnerable to a move higher; conversely, a move below 50 will mean the oversold stochastic is considered less relevant. The Elliott wave cycle on the lower timeframe is a little less clear, as the futures are on wave 5 of this phase of the cycle with price trading up to our upside target at USD 124.30, meaning in theory we have potentially completed this bull phase. The issue is the lower time frame wave 5 that started on the 11/09, as it warns there could still be one more test to the upside. The question is about risk, from a technical perspective the downside risk is greater than the upside, as any upside move (if it happens) looks like it will struggle to hold. For this reason, we maintain our view of a cautious bull, as from a risk perspective, the futures are not considered as technical buy at these levels.

Copper

The futures were technically bearish this morning having traded to a new low whilst the MA on the RSI warned that momentum was weak. We traded to a low of USD 8,262 before finding light bid support into the close, with price currently at USD 8,298, USD 68.5 lower on the day. USD 8,188 is a level of interest today which rises to USD 8,192, this is the trend support on the symmetrical triangle that has been in play for the last 15 months (highlighted on Friday's technical). Market bulls will want to defend the trend support, as a close below that holds below it will have bearish implications going forward.

Capesize

A good index today with price USD 1,600 higher at USD 16,103. Market sellers will now need to be cautious, as the 21-period RSI on the index is above the 64 level, warning we could potentially have further upside from here. For more information on the technical, please click on the link. Capesize Technical Report 19/09/23 <https://fisapp.com/wp-content/uploads/2023/09/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-19-09-23.pdf>

Panamax

A better index today with price USD 243 higher at USD 13,902. We warned in the close report last night that we had the potential to see an Elliott wave extension due to the time-period on this section on the wave cycle. In the morning report we confirmed that we looked to now have extended, having opened with bid support in the October futures. Granted it is not the cleanest of counts, and we remain a cautious bull due to the divergence in play, but it does mean that downside moves on the intraday should now be considered as countertrend. The futures closed the day USD 325 higher at USD 15,250 having traded as high as USD 15,575 on the open.

Supramax

A strong index today with price USD 505 higher at USD14,146. The October futures have seen little price movement having gapped higher on the open with price closing the day at USD 15,875, USD 425 higher. From a technical perspective we are unchanged with price in a bullish trending environment; intraday Elliott wave analysis continues to suggest that downside moves should be considered as countertrend, despite the divergence that is in play.

Oil

Oil surged to a 10-month high — extending a powerful rally that threatens to rekindle inflation — as supply cuts from OPEC+ have tightened the market and Saudi Arabia's energy minister shied away from any change in course. Global benchmark Brent futures topped \$95 a barrel for the first time since November. Shrinking supplies have ignited a flurry of predictions that \$100 oil could return in a roster than runs from industry heavyweights such as Chevron Corp. Chief Executive Officer Mike Wirth to traditional bears at Citigroup Inc. The latest upswing has been marked by major moves in time spreads, one of the market's most keenly tracked gauges. Brent and West Texas Intermediate are now trading in backwardation, a bullish pattern indicating tight supplies, of more than \$1 at the front of the curve. That comes as premiums for real-world barrels rocket higher, particularly in the US, traders and brokers said (Bloomberg). We were technically bullish this morning but highlighted that momentum was showing signs of weakness as the futures were moving higher whilst the RSI was dropping. However, like the Panamax technical we noted that we had seen an Elliot wave extension, meaning downside moves should be considered as countertrend. The futures were not considered a technical buy this morning due to the RSI being divergent with price; however, we traded to a high of USD 95.96 before trading back down to USD 95.30 going into the E.U. close. As we feared, the upside move is struggling to hold at this point.

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