

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	19100	19950	4.5%	Pmx 1 month forward	14500	14550	0.3%
Cape Q4 23	17866.5	18250	2.1%	Pmx Q4 23	13825	13812.5	-0.1%
Cape Cal 24	14650	14775	0.9%	Pmx Cal 24	11650	11650	0.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	15000	14750	-1.7%	Brent	93.83	93.09	-0.8%
Smx Q4 23	13725	13550	-1.3%	WTI	90.33	89.68	-0.7%
Smx Cal 24	11500	11500	0.0%	Iron ore	120.95	116.05	-4.1%

## Iron Ore

Source FIS/Bloomberg

Iron ore looks to be in line for an ugly session this Monday as signals from top buyer China prove to be a drag. After an unexpectedly resilient showing in recent weeks that's reflected badly on the bears so far, the latest bout of weakness may prove to be a precursor for what could well be tough 4Q for the commodity heavyweight. The proximate causes of the day's move lower lie in a broad shift away from risk, concern over the possible liquidation of a major Chinese developer, and the gathering sense that, despite all that Beijing's done in recent months to fix its property-sector woes, a substantive turnaround remains some way off. Taken together, that makes for a price-negative cocktail (Bloomberg Markets Live). The futures came under pressure in the Asian day session with price trading below the USD 116.16 support, meaning the technical has a neutral bias. As noted in the morning report, the depth of the pullback means that the probability of the futures trading to a new low has decreased, meaning we maintained our view that the futures were not considered a technical buy. The October futures continued to move lower resulting in the USD 114.71 support coming under pressure into the close, the RSI is making new lows suggesting support levels remain vulnerable at this point.

## Copper

We remained bearish in the morning technical with intraday Elliott wave analysis continuing to suggest that support levels were vulnerable. The futures had rejected the intraday EMA resistance band on the Asian open, meaning price had rolled back over to the sell side. We came under further pressure to trade to a low of USD 8,229 before finding light bid support. Going into the close the we are trading USD 74.50 lower on the day at USD 8,147.5, which is around USD 50.00 below the levels in the morning report. We maintain our view that support levels are vulnerable.

## Capesize

Another positive index today with price USD 536 higher at USD 17,810. The futures opened with bid support, resulting in new highs being achieved; however, this has created a series of negative divergences across the curve that will need to be monitored. For more information on the technical, please click on the link. Capesize Technical Report 25/09/23 <https://fisapp.com/wp-content/uploads/2023/09/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-26-09-23.pdf>

## Panamax

Having seen a few negative indexes last week, we have seen price come in USD 4.00 higher today at USD 13,832. The October futures opened the day with bid support on the back of the Capesize, with the futures trading up to USD 14,925 before closing the day USD 75.00 higher at USD 14,575. From a technical perspective we remain bullish with a neutral bias, meaning that the probability of the futures trading to a new high has decreased. However, we remain above the USD 14,300 fractal support, which if broken will suggest that we are potentially seeing this phase of the Elliott wave cycle complete. We should highlight that until this level is broken, we still have the possibility of the futures moving higher, making this the key level on the technical to follow. We are a cautious bull and do not consider the futures a 'technical' buy due to the depth of the pullback.

## Supramax

The index was slowing down last week with price coming in USD 7.00 lower today at USD 14,750. The turn in the index has resulted in the October futures moving USD 250 lower to close the day at USD 14,750. As noted in our morning report, based on our intraday Elliott wave analysis, the current downside move looks to be a countertrend Elliott wave 4, meaning in theory there should be one more bull wave to come. However, like this morning, the MA on the RSI continues to suggest that momentum remains weak at this point.

## Oil

Oil's rally continued to cool with investors in search of a new catalyst to support more buying. While some physical crude cargoes are commanding hefty premiums and prompt time-spreads are at the widest in a year — signaling supply scarcity — macro headwinds are capping gains. The dollar has surged to an eight-month high, diminishing the appeal of commodities priced in the currency, and rate-hike expectations are fueling risk-off sentiment across markets (Bloomberg). As noted in the morning report, the technical remains bullish with price rejecting the USD 94.68 resistance on two occasions but holding above the USD 92.20 support. If support is broken then the corrective move will become more complex, warning that the USD 88.95 level could be tested. However, if we trade above the USD 94.68 and USD 95.96 resistance levels it will mean we are on a bullish impulse wave 5 of an extended wave 3. The futures have moved lower on the back of a rising USD basket, but we remain above the USD 92.20 level with the futures trading 30 cents lower at USD 92.98 going into the close. We maintain our view that downside moves should be considered as countertrend at this point, making USD 92.20 the key level to follow.

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