



European Close

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| | Previous Close | Current Close | % Change | | Previous Close | Current Close | % Change |
|----------------------|----------------|---------------|----------|---------------------|----------------|---------------|----------|
| Cape 1 month forward | 18700 | 19825 | 6.0% | Pmx 1 month forward | 13250 | 13575 | 2.5% |
| Cape Q4 23 | 18933.5 | 19958.5 | 5.4% | Pmx Q4 23 | 12825 | 13091.5 | 2.1% |
| Cape Cal 24 | 14575 | 14850 | 1.9% | Pmx Cal 24 | 11500 | 11550 | 0.4% |

| | Previous Close | Current Close | % Change | | Previous Close | Current Close | % Change |
|---------------------|----------------|---------------|----------|----------|----------------|---------------|----------|
| Smx 1 month forward | 13650 | 13925 | 2.0% | Brent | 86.09 | 84.32 | -2.1% |
| Smx Q4 23 | 13146 | 13450 | 2.3% | WTI | 84.44 | 82.67 | -2.1% |
| Smx Cal 24 | 11275 | 11550 | 2.4% | Iron ore | 115.45 | 114.75 | -0.6% |

US HRC

Source FIS/Bloomberg

US HRC Oct 23 05/10/23 <https://fisapp.com/wp-content/uploads/2023/10/FIS-US-HRC-Technical-05-10-23.pdf>

Urea Middle East

Urea Middle East Nov 23 (Rolling Front Month) 05/10/23 <https://fisapp.com/wp-content/uploads/2023/10/FIS-Ferts-Technical-05-10-23.pdf>

Copper

Copper fell for a fourth day to near the lowest this year, with investors focusing on the Federal Reserve's next policy steps following a slew of mixed US data. The metal — widely seen as an economic bellwether — has been pressured this week as hawkish signals from the US central bank pushed up Treasury yields and hammered risk assets. London Metal Exchange futures continued to tick lower on Thursday even as the stock and bond markets stabilized. Copper is now trading just above its May low, putting it at a crucial juncture. The metal has largely drifted lower this year, weighed down by China's property turmoil and tighter monetary policy. The decline has been cushioned by robust demand from green tech, which has kept stockpiles relatively low (Bloomberg). Having seen light bid support on the open the futures traded back to the USD 7,880 low from yesterday. We maintain a near-term downside target at USD 7,817 with upside moves still considered as counter-trend.

Capesize

Having seen a slowdown yesterday, we have had another good index today with price USD 1,501 higher at USD 24,727. Bid support came into the market yesterday after the close, resulting in the November gapping higher on the open this morning. As noted on the close report yesterday, having held the 55-period EMA support we needed to see the opening candle close above the daily pivot point (USD 18,733) to signal a move higher, which we did. The futures closed the day USD 1,125 higher at USD 24,727, meaning we remain below the USD 20,100 fractal resistance. If broken, the USD 20,875 fractal high could come under pressure.

Panamax

The index continues to weaken with price USD 298 lower at USD 12,993 today. With the capes moving higher and a positive divergence on the November technical, we have seen a USD 275 move higher today to close at USD 13,575. The intraday Elliott wave cycle would suggest that the current upside move looks like it will be countertrend, whilst the index continues to come under pressure. If we do not see a slowdown in the index soon, then the futures could struggle to hold, meaning the Fibonacci resistance that starts at USD 14,045 may not get tested.

Supramax

We continue to see negative numbers in the index with price another USD 88 lower today at USD 13,595. Like the November Panamax, the Supramax have seen a move higher on the back of a positive divergence and a strong Capesize contract, to close the day USD 275 higher at USD 13,925. As highlighted in the morning report, based on the 5-wave pattern lower, we think that the current upside moves looks like it will be countertrend. The MA on the RSI is showing momentum support with the Fibonacci resistance zone between USD 14,319 – USD 15,098. The futures are moving higher but are not considered a technical buy at this point.

Oil

Oil extended its slump on concerns that slowing global growth will erode consumption a day after the market posted its biggest decline in more than a year. After a strong third-quarter rally, crude retreated sharply amid worries about the effect of elevated interest rates on the global economy, which have also rattled equity and bond markets in recent weeks. Crude's drop followed a plunge in gasoline futures after US data showed stockpiles swelled in the US and a measure of demand fell (Bloomberg). The Elliott wave cycle entered neutral territory yesterday with the intraday RSI trading to new lows, suggesting upside moves should be considered as countertrend at this point. We noted that the 1-hour technical was in divergence this morning resulting in a small move higher; however, price is coming under pressure again with the USD 84.06 low starting to look vulnerable. The futures remain in divergence on the 1-hour chart which will need to be monitored with upside moves still looking like they will be countertrend.

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