

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	19650	19125	-2.7%	Pmx 1 month forward	13100	12850	-1.9%
Cape Q1 24	9275	9100	-1.9%	Pmx Q1 24	9250	9225	-0.3%
Cape Cal 24	14250	14050	-1.4%	Pmx Cal 24	11212.5	11225	0.1%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	13100	13250	1.1%	Brent	91.41	91.85	0.5%
Smx Q1 24	9225	9225	0.0%	WTI	88.16	88.9	0.8%
Smx Cal 24	11200	11225	0.2%	Iron ore	115.85	116.8	0.8%

Iron Ore

Source FIS/Bloomberg

The futures moved higher in the Asian day session, before selling lower and closing outside of the channel support. The downside move is starting to look like a 3-wave corrective pattern on the back of the negative divergence highlighted in the morning reports. USD 112.56 is the key support to follow, a move below this level will warn that the probability of the futures trading to a new high will start to decrease, if we hold, it warns that there could be a larger bull cycle in play. For more information on the technical please click on the link. Iron Ore Nov 23 (rolling Front Month) 19/10/23 <https://fisapp.com/wp-content/uploads/2023/10/FIS-Iron-Ore-Technical-19-10-23.pdf>

Copper

We were technically bearish in the morning report with the futures rolling over to the downside. However, with the previous downside move failing to make a new low and the potential to create a positive divergence below USD 7,870 we maintained a cautious view on downside moves. Having moved higher in the morning session, the futures have corrected with the futures trading flat to yesterday's close. In the previous two sessions we have had both downside and upside rejection candles, if we close at these levels today, we will have a Doji cross. There is indecision in the futures at this point, suggesting neutrality in the very short term. We are bearish but maintain a cautious view on downside moves due to the divergences ahead.

Capesize

A bearish index today with price USD 959 lower at USD 30,130 today. The futures came under pressure on the open with the November contract trading at a low of USD 18,625 before finding light bid support. As noted in the morning technical, we are now bearish with intraday upside moves looking like there will be countertrend. We also noted in the closing report yesterday that the carry on the index over the futures warned that we could start to see a correction in the physical. The index has turned but now needs to close below USD 29,346, if we do, then momentum based on price to be aligned to the sell side. To be fair and keep a balanced argument, obviously if we had a strong push higher in the futures to close the disparity, then the spread would correct naturally this way. It hasn't done this in the past, but I must highlight this as a possibility.

Panamax

We are already seeing a momentum slowdown in the index with price only USD 151 higher at USD 13,383. We noted in the morning report that the futures were starting to look very vulnerable to further downside move, the futures responded by finding light bid support this afternoon, resulting in price closing the day USD 250 lower at USD 12,850. From a technical perspective, the depth of the pullback over the last two days would suggest we could see the USD 12,475 support be tested and broken.

Supramax

Having risen by USD 92 yesterday the index is only USD 13 higher at USD 14,152 today. Technically bearish in the morning report with the 200-period MA coming under pressure, the futures traded within USD 25 of the fractal low, which if broken will warn that support levels could come under pressure. We held the support with the November contract closing the day USD 150 higher at USD 13,250. The futures are in consolidation on the fractal support at USD 13,000, if broken it will create a positive divergence with the RSI; however, it will warn that the USD 12,569 and USD 12,099 support levels could come under pressure.

Oil

Technically bullish this morning, we were a cautious bull as the deep pullback suggested that support levels were starting to look vulnerable. It looks like we were wrong on the intraday call as the futures have found bid support with the futures trading at USD 91.70 going into the close, up a dollar sixty from this morning. For more information on the longer-term technical please click on the link. FIS Technical – Brent Nov 23 19/10/23 <https://fisapp.com/wp-content/uploads/2023/10/FIS-Oil-Technical-Report-19-10-23.pdf>

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