



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	15300	14325	-6.4%	Pmx 1 month forward	11350	10125	-10.8%
Cape Q1 24	8050	8175	1.6%	Pmx Q1 24	8475	8387.5	-1.0%
Cape Cal 24	13675	13725	0.4%	Pmx Cal 24	10575	10525	-0.5%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	11625	11375	-2.2%	Brent	87.91	87.6	-0.4%
Smx Q1 24	8750	8812.5	0.7%	WTI	82.59	81.69	-1.1%
Smx Cal 24	10725	10625	-0.9%	Iron ore	121.8	121.65	-0.1%

Iron ore

Source FIS/Bloomberg

Chinese demand for Australian iron ore will remain strong despite the nation's disappointing post-pandemic recovery, according to Fortescue Metals Group Ltd., the world's fourth-biggest producer. "We've seen demand from China over the last 10, 20 years be particularly robust for our product," Fortescue Metals Chief Executive Officer Dino Otranto said Tuesday in an interview with Bloomberg TV at the Imarc conference in Sydney. "I'm confident that the demand will continue to be there." (Bloomberg). The futures initially dropped on the lower-than-expected PMI figure out of China. However, as always with bad news there is a belief of the more stimulus will follow, resulting in the futures trading to a new high. From a technical perspective the move above USD 120.95 is warning that the USD 123.75 fractal high is now vulnerable, however, as highlighted this morning, the 1-hour RSI is currently in divergence warning we could see a move lower in the near-term.

Copper

A mixed day in the copper futures, we opened lower on the PMI miss but found light bid support on the European open; however, as we approach the close the futures are trading USD 40.50 lower on the day at USD 8,100. Technically we remain bullish with downside moves looking like they could be countertrend, making USD 8,052 the key support to follow, if broken, then the probability of the futures trading to a new high will start to decrease based on the depth of the pullback.

Capesize

We noted before my vacation that the carry on the index over the futures warned that we could be about to see a correction in both the physical and the paper. This has been the case with the index around USD 12k lower and the Nov contract down USD 4.5k. the index is another USD 594 lower today at USD 16,750, for more information on the technical, please click on the link. Capesize Technical Report 31/10/23 <https://fisapp.com/wp-content/uploads/2023/10/FIS-CAPE-SIZE-4-PAGE-TECHNICAL-REPORT-31-10-23.pdf>

Panamax

The index continues to weaken with price USD 374 lower today at USD 12,467. The futures broke to the downside previously, signalling we were seeing an Elliott wave C extension with the move below USD 12,475 last week. The Nov futures found light bid support yesterday resulting in price moving higher on the open today. However, as noted on the morning report upside moves looked like they had the potential to be countertrend. We did not see any further tests to the upside, as price has sold to new lows post index, to close the day USD 375 lower at USD 10,975. Technically, we maintain our view that upside moves look like they will still be countertrend at this point.

Supramax

Another bear index today with price USD 270 lower at USD 12,848. The Nov futures were technically bearish this morning with upside moves considered as countertrend. We noted that the MA on the RSI had started to move higher, warning that we could be seeing momentum support and a move higher in the near-term. Post index, we have traded to a new low to close the day USD 300 lower at USD 13,125. However, the RSI is in divergence and above its MA, implying caution on downside moves at this point as we are starting to look a little overextended to the downside in the near-term.

Oil

Technically bearish in the morning report having moved lower yesterday on the lower timeframe divergence, suggesting the USD 86.88 fractal support continued to look vulnerable. The futures have seen little movement today with price currently 20 cents higher at USD 87.65. We maintain our view that the fractal support remains vulnerable at this point.

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