

| | Previous Close | Current Close | % Change | | Previous Close | Current Close | % Change |
|----------------------|----------------|---------------|----------|---------------------|----------------|---------------|----------|
| Cape 1 month forward | 16475 | 16775 | 1.8% | Pmx 1 month forward | 13750 | 14200 | 3.3% |
| Cape Q1 24 | 10175 | 10275 | 1.0% | Pmx Q1 24 | 10937.5 | 11333.5 | 3.6% |
| Cape Cal 24 | 14850 | 15000 | 1.0% | Pmx Cal 24 | 11775 | 11950 | 1.5% |

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|---------------------|----------------|---------------|----------|----------|----------------|---------------|----------|
| Smx 1 month forward | 13400 | 13700 | 2.2% | Brent | 82.03 | 81.9 | -0.2% |
| Smx Q1 24 | 10525 | 10900 | 3.6% | WTI | 77.5 | 77.35 | -0.2% |
| Smx Cal 24 | 11625 | 11787.5 | 1.4% | Iron ore | 130.7 | 133.55 | 2.2% |

Iron Ore

Source FIS/Bloomberg

Iron ore surged to its highest intraday price since February, with demand optimism growing as more details emerge about China's latest economic stimulus drive. The steel-making staple rose as much as 2.3% in Singapore, after gaining 2% on Monday. It was boosted by a front-page editorial in state-owned media Tuesday that said funds from the 1 trillion-yuan (\$140 billion) debt issuance announced by Beijing last month should be disbursed into construction projects and allocated in a timely manner (Bloomberg). The Dec futures continue to trade to new highs on the back of the stimulus headlines. This has resulted in Elliott wave extension, meaning downside moves should now be considered as countertrend. For clarity, it now means we are on an extended wave 3 and not a wave 5, as muted as a possibility in previous reports.

Copper

We noted in the morning report that the upside move was a new lower timeframe bull cycle and not a wave extension, (I.E, the lower time frame cycles are part of a larger bull cycle). This meant that downside moves should be considered as countertrend and suggested that we should trade above the USD 8,485 resistance. The futures traded to a high of USD 8,486 before seeing a small pullback. We maintain our view that corrective moves lower look like they will be against the trend.

Capesize

The index is USD 997 lower today, meaning momentum based on price is now aligned to the sell side. The futures traded to a low of USD 16,125 this morning; however, post index we have seen buy-side support, resulting in the Dec contract closing USD 300 higher at USD 16,775. This close could prove to be important, as it means price is back above the 55-period EMA with the daily chart producing a rejection candle. Tomorrow's pivot point looks like it will be at USD 16,558, if we open above and hold above this level, then we could see an intraday move higher. If we open below the daily pivot and hold below it, then we target the USD 16,125 low. This is now a key support level, if broken, today's market buyers will look to exit, warning that the USD 15,825 and USD 15,095 support levels will become vulnerable. Supported into the close after a two-day pullback, if we have a bull day tomorrow, then the USD 17,950 fractal resistance could start to come under pressure. The early trading session will be of interest, as the futures are showing support just as the index is starting to correct.

Panamax

Another good index today with price USD 487 higher at USD 16,386. The Dec futures have started to move higher again to close the day up USD 450 at USD 14,200. We were a cautious bull this morning due to the MA on the RSI being flat whilst the 1-hour RSI was in divergence. The 1-and-2-hour RSI's remain in divergence at this point which will need to be monitored. However, the technical remains bullish with downside moves considered as countertrend. For more information on the technical, please click on the link. Panamax Technical Report 21/11/23 <https://fisapp.com/wp-content/uploads/2023/11/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-21-11-23.pdf>

Supramax

We are another USD 159 higher in the index today with price now at USD 13,548. In the Dec futures we have finally seen a move above the USD 13,650 resistance, meaning the technical is now confirmed as bullish. We are still in divergence on the RSI, not a sell signal it is a warning that we could see a momentum slowdown and will need to be monitored. However, as noted in the morning report, with the RSI recently making new high, we maintain our view that downside moves should be considered as countertrend at this point.

Oil

We had a neutral view this morning on the technical, as the deep pullback suggests that the probability of the futures trading to a new low had started to decrease, the MA on the RSI also suggested that momentum remained supported. Countering this, a lower timeframe wave cycle had warned that we still had the potential for one more test to the downside. We were not the only neutral today, when writing the morning report the futures were trading at USD 81.88, which is exactly where they are trading on the close. For this reason, we maintain a neutral view.

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