



# European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	17900	16125	-9.9%	Pmx 1 month forward	13850	13550	-2.2%
Cape Q1 24	13675	12925	-5.5%	Pmx Q1 24	13150	12925	-1.7%
Cape Cal 24	17600	17025	-3.3%	Pmx Cal 24	13325	13112.5	-1.6%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	13425	13375	-0.4%	Brent	73.32	74.18	1.2%
Smx Q1 24	12425	12425	0.0%	WTI	68.76	69.43	1.0%
Smx Cal 24	12775	12700	-0.6%	Iron ore	135.55	133.4	-1.6%

Iron ore

Source FIS/Bloomberg

Technically bullish but in a corrective phase this morning having moved lower on the negative divergence that we previously highlighted. We have seen little movement in the Jan futures in the Asian evening session with price remaining between the EMA support band. We continue to be cautious on upside moves due to the divergence is play with key support unchanged at USD 129.52.

## Copper

Copper declined as China avoided signaling more stimulus at a major gathering, while the market awaits a Federal Reserve meeting that could provide insight on interest rates next year. Futures on the London Metal Exchange tracked losses in Chinese stock markets. A ruling from the Communist Party's annual economic work conference emphasized industrial policy and offered no remedies for the housing sector, disappointing investors hoping for signs of government efforts to prop up the economy (Bloomberg). As noted in the morning report, the downside move below USD 8,326 warned that the USD 8,238 fractal low was starting to look vulnerable. The futures traded to a low of USD 8,267 before finding bid support with price now trading at this morning's levels (USD 8,324). We remain bearish and maintain our view that the USD 8,328 fractal low is vulnerable.

## Capesize

We reversed most of the gains over the last two days with the index coming in USD 2,371 lower at USD 35,711 today. We were cautious on upside moves yesterday but the Jan futures close on their highs at USD 17,900; however, we gapped lower on the open with price trading to a low of USD 15,750 before closing the day USD 1,775 lower at USD 16,125. Momentum based on price is aligned to the downside, with the intraday price breaking the USD 15,875 fractal support. Tomorrow's pivot point will be at USD 16,166, if we open below this level then intraday price and momentum will be aligned to the sell side, warning support levels could come under pressure.

## Panamax

We are seeing a slowdown in the index with price USD 391 lower at USD 16,241 today. The Jan futures opened lower but found early bid support before trading to a low of USD 13,075; however, post index we moved higher again to close the day USD 300 lower at USD 13,550. The MA on the RSI is warning that we have light bid support, but intraday Elliott wave analysis continues to suggest that upside moves could be considered as countertrend, implying caution on a move higher. I'm wondering if this upside move could be shallow, as we have a bearish flag forming, it is a little early to tell and could be that we are just basing, but it does need to be monitored.

## Supramax

The index is another USD 190 lower today at USD 16,090. The Jan futures continue to consolidate above the daily 200-period MA but below the 4-hour 200-period MA. We closed the day USD 50 lower at USD 13,375. For more information on the technical, please click on the link. Supramax Technical Report 13/12/23 <https://fisapp.com/wp-content/uploads/2023/12/FIS-SUPRAMAX-4-PAGE-TECHNICAL-REPORT-13-12-23.pdf>

## Oil

Technically bearish this morning with a potential downside target at USD 69.77. We noted that there was a positive divergence in play, as the new low was not being replicated by the RSI. Not a buy signal, it did warn that we could see a momentum slowdown which needed to be monitored. We also highlighted a major support zone between USD 71.28 – USD 71.58. The futures traded to a low of USD 72.29 before moving higher into the close. We remain bearish with key resistance at USD 75.17, a move above this level will mean that the probability of the futures trading to a new low will start to decrease. However, we should note that longer term resistance is at USD 80.51, if this level is tested and holds, it will warn that there could be a larger bearish wave cycle in play.

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