



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	34750	31375	-9.7%	Pmx 1 month forward	27875	26075	-6.5%
Cape Q322	36375	34925	-4.0%	Pmx Q322	27916.5	26250	-6.0%
Cape Cal 23	22625	21825	-3.5%	Pmx Cal 23	17325	16850	-2.7%

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Smx 1 month forward	30250	28125	-7.0%	Brent	119.51	119.33	-0.2%
Smx Q3 22	29750	28050	-5.7%	WTI	118.5	117.93	-0.5%
Smx Cal 23	17275	16950	-1.9%	Iron ore	145.24	145.81	0.4%

Iron Ore

Source FIS/Bloomberg

The July futures remain technically bullish with price above all key moving averages. Price traded above the USD 145.05 high overnight to create a negative divergence with the RSI, not a sell signal it does warn of the potential for a momentum slow-down. Downside moves that hold at or above USD 141.29 will support a bull argument, below this level the technical will have a neutral bias. Technically bullish but not considered a technical buy due to the negative divergence in play.

Copper

Copper declined from a five-week high as investors gauge uncertain prospects for worldwide economic growth. Tightening supplies of the metal have been offset by concerns that efforts by central banks to combat inflation will stifle the economic expansion that underpins demand. US equity futures slipped Tuesday as a risk-off mood swept through markets. "A much weaker tone in US equity markets is contributing to the selling," Ed Meir, an analyst at ED&F Man Capital Markets, wrote Tuesday in a note (Bloomberg). It was a game of two halves for copper today, price came under pressure in the morning due to concerns regarding economic growth, before a stock market rally on decreasing bond yields saw the USD pair gains, resulting in copper rallying into the E.U close. The intraday technical remains bullish having held above downside support levels, with price now targeting the USD 9,805 high from yesterday. Downside moves below USD 9,527 will mean the futures will have a neutral bias.

Capesize

The index came in another USD 738 lower today at USD 22,128, however this is a slowdown in price from yesterday. for more information on the technical please click on the link. Capesize Technical Report 07/06/22 <https://fisapp.com/wp-content/uploads/2022/06/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-07-06-22.pdf>

Panamax

We continue to see a weakening in the index with price now technically bearish having made a lower last week, a close above USD 24,690 will warn that momentum is strengthening based on price. The July contract moved lower on the open, meaning we had an inside break to the downside with the futures continuing to move lower throughout the day, to close at USD 26,075, down USD 1,800. Previously we were technically bearish with a neutral bias; however, the downside move below USD 26,607 means we now target the USD 25,375 and USD 24,750 support levels. Key support remains unchanged at USD 22,750, if that goes, we target the USD 16,425 low.

Supramax

The index is down another USD 311 today at USD 28,984 resulting in the futures coming under further pressure. The inside day in the July contract broke to the downside, resulting in the futures moving USD 2,125 lower to close the day at USD 28,125. Two significant things to be aware of today, firstly the futures are now trading below the index, warning of the potential for further technical weakness; secondly, we have broken the USD 28,250 double bottom, meaning we target the USD 26,750 fractal support; if broken the USD 17,425 low becomes a viable downside target. Technically bearish and has the potential to get ugly if we move much further to the downside.

Oil

Trafigura warns oil prices could reach 'parabolic state' and hit \$150 a barrel (Bloomberg). This is possible; however, at the moment the futures have a neutral bias on the intraday, having moved sideways for the last 24 hours. Downside moves below USD 118.03 will officially take the 1-hour technical into a neutral bias, but the flat moving averages would suggest we are already there. The daily technical has seen the futures rally USD 8.00 in the last few sessions before giving some back in the last couple of days. If we close tonight below USD 118.26, we could see the futures come under further pressure; however, a bull close tomorrow above USD 121.17 would suggest we could test the USD 125.28 fractal resistance. Technically bullish but a bit of an unexciting day today.

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