

FIS European Close

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	Previous Close	Current Close	% Change
Cape 1 month forward	23925	22375	-6.5%
Cape Q322	27825	27050	-2.8%
Cape Cal 23	19075	18762.5	-1.6%

	Previous Close	Current Close	% Change
Pmx 1 month forward	21875	21825	-0.2%
Pmx Q322	22487.5	22300	-0.8%
Pmx Cal 23	15100	15000	-0.7%

	Previous Close	Current Close	% Change
Smx 1 month forward	25500	25750	1.0%
Smx Q3 22	25675	25500	-0.7%
Smx Cal 23	15775	15700	-0.5%

	Previous Close	Current Close	% Change
Brent	113.19	115.63	2.2%
WTI	107.06	110.1	2.8%
Iron ore	114.35	119.7	4.7%

Iron Ore

Source FIS/Bloomberg

The July futures have traded up to a high of USD 121.50 but failed to hold above the USD 120.60 resistance. A downside move in the night session has resulted in price and momentum conflicting, as the futures are trading below the USD 118.00 close. Our wave analysis continues to suggest this upside move looks countertrend, warning we have a potential downside move to follow. Upside moves that fail at or below USD 125.06 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Near-term support is at USD 112.95, below this level we target the USD 106.65 low.

Copper

Sideways trading in the futures today with price edging back into the downside channel into the close. Technically little has changed since last week, the RSI is moving higher from a new low, suggesting the upside moves should be considered a countertrend at this point. Key resistance remains unchanged at USD 8,742; upside moves that fail at or below this level will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.

Capesize

We had another shift lower in the index today with price coming in down USD 539, at USD 19,336. The July futures came under pressure from the open with price trading to a low of USD 22,275 into the close. Downside moves that trade below USD 21,125 will leave the futures vulnerable to further tests to the downside. The technical is bearish but we are seeing a minor positive divergence with the RSI, this is not a buy signal as divergences can and do fail at times, it is a warning that we have the potential to see a momentum slowdown and will need to be monitored.

Panamax

Another move down in the index today with price USD 384 lower at USD 22,534; However, the July futures were only USD 50 lower at USD 21,825. The futures remain below the index at this point, but we are seeing a positive divergence in the RSI, not a buy signal it does warn of the potential for a momentum slowdown. Upside moves that fail at or below USD 25,215 on the daily technical will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Intraday Elliott wave analysis would suggest that upside moves should be considered countertrend, suggesting resistance levels should hold if tested.

Supramax

The index continues to move lower with price down USD 110 at USD 26,832; however, the July futures have held a tight range today, to close USD 250 higher at USD 25,750. Technically bearish with upside moves considered countertrend, corrective moves higher on the daily chart that hold at or below USD 28,055 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Near-term intraday price action is in divergence with RSI, warning we have the potential to see a momentum slowdown. Technically bearish the intraday divergence will need to be monitored.

Oil

The futures are moving higher into the close with price now testing the 1-hour 200-period EMA. Upside moves that trade above the USD 116.25 level will mean the intraday technical has made a higher high, warning that the USD 119.20 resistance could be tested. The longer-term trend remains bullish with a neutral bias with price now trading back in the daily intraday support band. If we close above USD 114.45 it will be above the high of the low candle, supporting a near-term bull argument. Technically neutral, momentum is to the buy side.

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