



# European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	22625	23500	3.9%	Pmx 1 month forward	20500	21500	4.9%
Cape Q322	26825	27550	2.7%	Pmx Q322	21150	22175	4.8%
Cape Cal 23	19025	19250	1.2%	Pmx Cal 23	14625	14875	1.7%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	24500	24250	-1.0%	Brent	118.15	117.75	-0.3%
Smx Q3 22	24500	24325	-0.7%	WTI	111.84	111.81	0.0%
Smx Cal 23	15275	15325	0.3%	Iron ore	123.5	123.4	-0.1%

Iron ore

Source FIS/Bloomberg

Iron ore halted a two-day surge as investors weighed uncertain prospects for steel demand in China, even after Tuesday's boost to sentiment from an easing of Covid-era quarantine rules. The reduction of quarantine times for inbound travellers marked the biggest easing yet of pandemic policies that have stymied growth this quarter and helped push iron ore and other commodities higher on Tuesday. But the steelmaking raw material is still on track for a third monthly decline on fears that China's economy -- especially the property market -- won't make a powerful recovery (Bloomberg). From a technical perspective we are little changed from yesterday in the July futures. Having traded above the USD 125.06 resistance yesterday we now have a bearish technical with a neutral bias. Intraday wave analysis would suggest we have the potential for another wave lower. However, at this point, price and momentum are to the buy side.

Copper

Having traded back into the bear channel yesterday the futures held the trend support on the Asian open, resulting in price moving higher in the E.U session. The technical remains bearish based on the Elliott wave cycle, with upside moves considered as 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 test to the downside, above this level the technical will have a neutral bias.

Capesize

A positive index today with price USD 399 higher at USD 18,248. If we close above USD 19,437 tomorrow momentum will be bullish based on price. For more information on the technical please click on the link Capesize Technical Report 29/06/22 <https://fisapp.com/wp-content/uploads/2022/06/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-29-06-22.pdf>

Panamax

The index continues to come under pressure with price USD 503 lower at USD 21,253 today. We noted yesterday that the July contract was potentially a little overextended to the downside, as the RSI was holding support. The futures are USD 8,75 higher today at USD 21,375, meaning price and the index are near equilibrium. If we close higher tomorrow it could have short term bullish implications for the futures as price is already around USD 100 above the index. However, our intraday Elliott wave analysis would suggest upside moves should be considered as countertrend, warning caution on any fractal breakout above USD 23,625 as the cycle remains bearish below USD 24,645, and neutral above.

## Supramax

The index continues to weaken with price USD 621 lower today at USD 25,951. We noted yesterday that the futures were finding a little support due to the positive divergence with the RSI. Price is USD 500 lower, but we remain in divergence. Technically unchanged from yesterday, bearish with upside moves considered as countertrend at this point.

## Oil

OPEC ministers met online to discuss internal matters, before convening with their allies on Thursday to review oil-production policy. Wednesday's talks among the 13 members of the Organization of Petroleum Exporting Countries focused on administrative affairs, including an update to the group's manifesto of guiding principles known as its Long-Term Strategy. The meeting of the wider 23-nation OPEC+ alliance tomorrow will have more significance -- the anticipated ratification of a supply increase for August that will complete the return of production halted at the outset of the Covid-19 pandemic (Bloomberg). We need to wait another day on OPEC; however, this did not stop the futures from rallying higher this afternoon. We noted on the morning technical that if we had a new high the futures will have entered a bullish wave 5 of this phase (45 min chart). Price is correcting into the E.U close, if we trade below USD 116.70 then this phase of the cycle will have completed, meaning we will be in a corrective phase. Note this is a low timeframe cycle and can easily move into a larger cycle, all eyes will be on OPEC for the next move.

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