



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	28750	29125	1.3%	Pmx 1 month forward	23125	23250	0.5%
Cape Q422	27750	27750	0.0%	Pmx Q422	21050	20975	-0.4%
Cape Cal 23	19575	19375	-1.0%	Pmx Cal 23	15350	15025	-2.1%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	25375	24625	-3.0%	Brent	114.88	111.56	-2.9%
Smx Q4 22	21300	21100	-0.9%	WTI	106.01	108.45	2.3%
Smx Cal 23	15875	15850	-0.2%	Iron ore	117.8	114.15	-3.1%

Iron Ore

Source FIS/Bloomberg

Iron ore's decline gathered pace as fears resurfaced that the Chinese government will mandate steel output curbs at a time of weak demand and climbing stockpiles, even as more stimulus is injected into the economy. The ingredient for steelmakers dropped as much as 4.1% in Singapore, declining for a third day after losing a quarter of its value in the past three months. China has pledged to cut nationwide steel output for a second year in 2022 to cut emissions. Poor profits have already seen mills hasten maintenance programs and reduce production, so any order from the government adding to that could hammer sentiment. (Bloomberg). The Elliott wave cycle remains bearish with the July futures moving lower today. For more information on the technical please click on the link. Iron Ore July 22 (rolling Front Month) 01/07/22 <https://fisapp.com/wp-content/uploads/2022/07/FIS-Iron-Ore-Technical-01-07-22.pdf>

Copper

Copper sank below \$8,000 a ton, hitting its lowest since early 2021, as deepening fears about a global economic slowdown drive a rout in industrial metals. The metal, widely considered a barometer of the world economy, slumped as much as 3.6% to \$7,959 a ton in London, extending losses after its worst quarter in a decade. Investors appear increasingly convinced that growth is set to fade amid tightening monetary policy and an energy crisis centered on Europe (Bloomberg). As noted on the morning and evening reports previously, the intraday Elliott wave cycle remains bearish with the futures confirming that we have entered a bearish Wave 5 on the back of a new low today. Upside moves that fail at or below USD 8,314 will leave the technical vulnerable to further tests to the downside, above this level the futures will have a neutral bias. Near-term support is now at USD 7,895; however, using the William's approach it would suggest we have a potential downside target at USD 7,498.

Capesize.

The index is USD 445 lower today at USD 19,745 but the futures have remained resilient. We closed higher yesterday but the candle itself was a bearish rejection; however, the futures have remained in the previous day's range with the August contract closing the week at USD 29,250, up USD 500 on the day. If we trade above USD 30,250 it will signal should signal upside continuation, if we close below this level it will warn that support levels could be tested. Technically we are bullish due to the roll making a higher high, but we remain vulnerable to a test to the downside due to the rejection candle yesterday. market bulls will want to see the futures above USD 30,250 high.

Panamax

The index is still moving lower, but we continue to see a momentum slowdown with price down USD 72 at USD 20,961 today. The August contract has closed USD 125 higher on the day at USD 23,250 but price has remained within the previous days range, meaning we have an inside day candle pattern. Today's range is between USD 23,250 and USD 22,750, in theory, a break outside of the range (in either direction) should give us a short-term directional bias. Key resistance is at USD 24,645, upside moves that trade above this level will mean the futures will have a neutral bias. Intraday wave analysis continues to suggest that the upside move is countertrend.

Supramax

The index is USD 175 lower at USD 25,192, but we are seeing a momentum slowdown. A close above USD 26,203 is needed to confirm that momentum is improving based on price. We have previously noted that the intraday wave cycle is bearish, the index is up but the August futures are USD 750 lower at USD 24,625. If we trade below USD 24,500 on Monday, we will have an inside day breakout to the downside, warning the USD 23,375 low could come under pressure. Upside moves that fail at or below USD 27,417 will leave the futures vulnerable to further tests to the downside. Technically bearish.

Oil

The technical is bullish with a neutral bias with price trading in a twenty-dollar range. The futures moved lower this morning on the back of the roll. However, price is trading USD 2.33 higher on the day with the futures holding above the fractal support levels. For more information on the technical please click on the link. FIS Technical – Brent Sep 2022 - 01/07/22 <https://fisapp.com/wp-content/uploads/2022/07/FIS-Oil-Technical-Report-01-07-22.pdf>

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