



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	18925	18275	-3.4%	Pmx 1 month forward	11550	11425	-1.1%
Cape Q3 23	19375	19000	-1.9%	Pmx Q3 23	13375	13125	-1.9%
Cape Cal 24	15075	14750	-2.2%	Pmx Cal 24	11950	11875	-0.6%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	12675	12650	-0.2%	Brent	75.86	75.49	-0.5%
Smx Q23 23	13750	13625	-0.9%	WTI	71.86	71.39	-0.7%
Smx Cal 24	12200	12125	-0.6%	Iron ore	106.83	105.38	-1.4%

Iron ore

Source FIS/Bloomberg

The futures have moved lower but remain above the EMA support band at this point. We are bullish based on price but have a neutral bias as the technical is not clear at this point, we highlight the alternative scenario in the report. Iron Ore June 23 (rolling Front Month) 19/05/23 <https://fisapp.com/wp-content/uploads/2023/05/FIS-Iron-Ore-Technical-19-05-23.pdf>

Copper

Copper advanced, erasing this week's losses, as hopes for a resolution to the US debt-ceiling standoff boosted risk assets. The metal rose as much as 1.9% to \$8,327.50 a ton, the top of its current trading range. The possibility of a US default has weighed on prices, though concerns eased after House Speaker Kevin McCarthy predicted a deal in principle may be reached this weekend. Still, China's slow recovery is preventing copper from breaking significantly higher. The industrial metal surged early in January on hopes for a strong revival in Chinese demand but fell last week as bullish traders capitulated (Bloomberg). The futures are moving higher on the back of the positive divergence with the RSI, with price now starting to consolidate within a range. We had a more neutral bias as we were concerned that the wave 3 was unusually short; however, our momentum indicators are suggesting that this is a wave 4 countertrend move, suggesting the downside move will be capped. We can't give a level yet as we need to see the depth of the current upside move.

Capesize

The index is another USD 308 lower today at USD 17,459. The futures moved higher yesterday whilst most of Europe was out of the market. However, having produced a bearish rejection candle on the intraday the futures came under pressure today with price USD 650 lower at USD 18,275. We remain bullish with a neutral bias with lower timeframe wave analysis still suggesting the USD 17,550 support is vulnerable in the near-term. If you look at the daily chart, we can see that price has consolidated since Tuesday. The Elliott wave cycle does suggest that this could be a flat correction, but it is worth noting that 4 of the last 5 days have been bearish within this consolidation phase, warning we could move lower in the very near-term.

Panamax

The index continues to slow down with price USD 111 lower today at USD 9,665, from a technical perspective the market has not moved. The June contract closes the day 125 lower with a range of USD 125. We maintain a cautious on upside moves at this point as our wave analysis suggests we could see another move lower.

Supramax

Slow and steady like a tortoise, the index is another USD 85 lower today at USD 11,846. Like Panamax, the futures have not really moved today. We remain bearish but cautious on upside moves, in terms of wave analysis, it is looking less likely that we are seeing an extended wave 3, meaning this is the countertrend 4 we have been looking for.

Oil

We have a technical for you today, we remain bearish with upside moves considered as countertrend. FIS Technical – Brent July 23 19/05/23 <https://fisapp.com/wp-content/uploads/2023/05/FIS-Oil-Technical-Report-19-05-23.pdf>

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