# **European Close**

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	15525	17225	11.0%	Pmx 1 month forward	10575	10875	2.8%
Cape Q3 23	17475	18250	4.4%	Pmx Q3 23	11650	12000	3.0%
Cape Cal 24	14500	14600	0.7%	Pmx Cal 24	11125	11325	1.8%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change	
Smx 1 month forward	10425	10475	0.5%	Brent	76.8	75.44	-1.8%	
Smx Q23 23	11675	11775	0.9%	WTI	72.46	70.89	-2.2%	
Smx Cal 24	11350	11500	1.3%	Iron ore	107.5	110.2	2.5%	

Iron Ore

Source FIS/Bloomberg

The July futures continue to move higher with price closing the day at USD 111.20. The 4-hour RSI is making new highs with price; however, the 1- and 2-hour RSI's are both in divergence, not a sell signal they continue to warn that we have the potential to see momentum slowdown, suggesting caution. Technically bullish based on price, the intraday Elliott wave cycle would suggest that we are on a countertrend wave B, meaning we continue to remain cautious on this move higher. we do have to highlight that we are going up on the DCE with rising open interest and steady volume which is supporting the move in the near-term.

## Copper

The move lower on the open this morning held the EMA support band, resulting in a move higher in to the close. The technical remains bullish, but the pullback yesterday afternoon was on the back of a negative divergence, leaving us cautious on upside moves this morning. Intraday Elliott wave analysis continues to suggest that we have a potential upside target at USD 8,486; however, the new high yesterday means that the minimum requirement for cycle/phase completion has now been met. A cautious bull due to the divergence.

### Capesize

Having seen a price slowdown yesterday the index has produced another good number today with price USD 609 higher at USD 12,112. The bearish close in the futures yesterday warned that support levels remained vulnerable, as did our intraday Elliott wave cycle. However, the futures gapped up on the open but remained below the 55period EMA, we noted that RSI was near neutral at 49 whilst the stochastic was oversold, if the RSI moved above and held above 50 then we had the potential to see a momentum push higher. The July futures have closed the day USD 1,750 higher at USD 17,225 with price closing above the bear candle from yesterday (a reverse takeover candle). We have a very mixed technical now, the intraday price action is bullish with the reversal pattern on the daily chart suggesting we could go higher. However, if our wave cycle is correct, then this upside move is in theory countertrend. I should note that the cycle was very subjective on the July, but clearer on the Q3 and Cal 24. For this reason, we will maintain a cautious view on the upside move.

# FIS

#### Panamax

The upside move in the index continues to slow with price USD 60 higher at USD 8,976 today. A bearish close yesterday warned that we could go lower today. The futures initially moved lower, but price held the USD 10,225 support, resulting in the July futures closing the day USD 300 higher at USD 10,875. The upside move looks like it could be on the back of the Capesize strength, the Elliott wave cycle would suggest that upside moves look like they could be countertrend (it is a wave 4 of wave C). However, we are holding above the USD 9,593 Fibonacci support, meaning we could see another move higher within this countertrend corrective phase. The intraday is bullish based on price, but bearish within the Elliott wave cycle, meaning we are cautious on upside moves still.

### Supramax

Another bear day in the index today with price USD 203 lower at USD 8,219. Like Panamax, the July futures sold lower before finding bid support on the back of the Capesize move. For more information on the technical, please click on the link. Supramax Technical Report 08/06/23 https://fisapp.com/wp-content/uploads/2023/06/FIS-SUPRAMAX-4-PAGE-TECHNICAL-REPORT-08-06-23.pdf

### Oil

Oil fell sharply, dropping more than 4%, on regional media reports that ignited speculation over progress for an Iran-US deal. The sharp drop came amid a background of demand concerns for energy consumption. West Texas Intermediate fell below \$70 a barrel on regional media reports including Israel's Haaretz newspaper that said Iran and the US have made progress in talks over the Islamic Republic's nuclear program. The talks are being closely watched by oil traders because any deal to relax sanctions could allow more Iranian crude to flow into markets (Bloomberg). Clearly not a technical move today, it is in line with our morning report, as this was bearish. However, we thought we could see the futures consolidate due to the averages being flat, clearly this is not the case. The question is, will the reports be validated?

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