

FIS European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	17300	17150	-0.9%	Pmx 1 month forward	10650	11450	7.5%
Cape Q3 23	17775	17875	0.6%	Pmx Q3 23	11600	12450	7.3%
Cape Cal 24	14625	14700	0.5%	Pmx Cal 24	11150	11625	4.3%

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Smx 1 month forward	10350	10800	4.3%	Brent	74.19	73.64	-0.7%
Smx Q23 23	11550	12125	5.0%	WTI	69.28	68.71	-0.8%
Smx Cal 24	11425	11600	1.5%	Iron ore	111.55	112.75	1.1%

Iron Ore

Source FIS/Bloomberg

Technically bullish based on price, the futures are now trading to a new high with the July contract closing the day at USD 113.65. The new high means we are now have a negative divergence in play with the RSI, not a sell signal it is a warning that we have the potential to see a momentum slowdown and will need to be monitored. Key resistance remains unchanged at USD 119.70; the Elliott wave cycle is bearish below this level and neutral above.

Copper

We noted on the morning report that the new high yesterday meant that we were seeing some form of wave extension; however, we could not be sure at this point if we had started a new cycle or were looking at a wave 5 extension. What we could say was that an intraday pullback looked like it could be countertrend in the near-term. The futures did come under pressure on the open but the downside move failed to hold, going into the close we are USD 5.00 below yesterday's high of USD 8,515. Technically we remain bullish; however, the 1-hour chart will be in divergence with the RSI if we make a new high, suggesting caution as we are now due a technical pullback.

Capesize

The index has turned today with the futures USD 57 lower at USD 13,106. We were a cautious bear on the morning report due to the strength of the upside move, and highlighted USD 16,375 as the key fractal support to now follow. Not a very interesting day in the futures with the July contract staying in a USD 525 range. Price did open below the daily pivot level (USD 17,475) and held below it for most of the session; however, we have seen little downside traction with price holding above the 55-period EMA for the session. We remain a cautious bear based on our Elliott wave cycle.

Panamax

We had previously been seeing a momentum slowdown in the index in recent days; however, we have had a shift higher today with price coming in up USD 169 at USD 9,130. We noted in the technical yesterday that we were seeing a momentum slowdown in the futures, resulting in the July contract moving USD 762.5 higher today to close the day USD 11,412. As noted yesterday, this upside move looks like it is still part of a countertrend Elliott wave 4 with price likely to form a 3-wave pattern. USD 12,200 looks like it could come under pressure in the near-term, however we maintain our view that there looks to be another bear wave to come within this bearish Elliott wave cycle.

Supramax

The index turned positive today with price USD 73.00 higher at USD 8,019. This has resulted in the futures finding bid support with the July contract closing USD 450 higher at USD 10,800. For more information on the technical please click on the link. Supramax Technical Report 14/06/23 <https://fisapp.com/wp-content/uploads/2023/06/FIS-SUPRAMAX-4-PAGE-TECHNICAL-REPORT-14-06-23.pdf>

Oil

Oil pared earlier gains as a massive increase in US crude stockpiles signals that supplies remain ample, outweighing earlier risk-on sentiment. West Texas Intermediate traded below \$70 after US stockpiles rose 7.92 million barrels, and inventories at the key storage hub in Cushing, Oklahoma, swelled to the highest level since 2021. Many Wall Street banks have slashed their oil price estimates, largely because they see stockpiles rising and outweighing demand. Earlier, prices rallied along with risk assets on expectations that the US Federal Reserve will announce a pause in its run of interest-rate hikes. A large batch of Chinese crude import quotas also added to an improved outlook for consumption in the world's second-largest economy (Bloomberg). Technically bearish this morning, we had a note of caution due to the futures producing a triple bottom support zone between USD 71.58 and USD 71.28. The upside move this morning failed to hold above our USD 75.15 Fibonacci resistance, with the EIA figures pushing the futures back down to our opening values at USD 74.08. Technically we remain bearish with the RSI moving back below 50, suggesting the support zone could potentially come under pressure again.

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