

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	16550	15425	-6.8%	Pmx 1 month forward	10025	9400	-6.2%
Cape Q3 23	17150	16350	-4.7%	Pmx Q3 23	11125	10450	-6.1%
Cape Cal 24	14575	14150	-2.9%	Pmx Cal 24	11000	10725	-2.5%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	9625	9625	0.0%	Brent	74.39	73.05	-1.8%
Smx Q23 23	10750	10550	-1.9%	WTI	69.53	68.34	-1.7%
Smx Cal 24	11025	11025	0.0%	Iron ore	108.85	112.55	3.4%

## Iron Ore

Source FIS/Bloomberg

Iron ore rallied along with copper after Chinese Premier Li Qiang said that growth has picked up this quarter and more stimulus was in store, boosting the outlook for consumption in the biggest metals importer. China will roll out more practical, effective measures to expand domestic demand and stoke market vitality, Premier Li told the World Economic Forum in Tianjin. Iron ore, used to make steel, surged by almost 4% (Bloomberg). On the back of Li's comments, the July futures jumped to a high of USD 113.35 today. As noted in the morning report, upside moves above USD 114.65 would suggest we are seeing wave extension, within a countertrend Elliott wave B. In theory, the move higher looks to be countertrend, but on the back of the comments we have a more neutral approach as the wave cycle is based on a psychological footprint of the market, and he could potentially have changed that in the near-term.

## Copper

Base metals rallied after China's Premier said that growth has picked up this quarter and more stimulus was in store, boosting the outlook for demand in the biggest consumer. China will roll out more practical, effective measures to expand domestic demand, Premier Li Qiang told the World Economic Forum in Tianjin. Most major London Metal Exchange contracts rallied more than 2% after steep losses on Monday (Bloomberg). The futures did move higher but as we noted in the morning technical report, with the RSI making new lows whilst the MA on the RSI indicated momentum was weak, it suggested resistance levels should hold in the near term. The new low this afternoon does mean that we now have a positive divergence in play, suggesting a little caution on downside moves at this point.

## Capesize

A bad index today with price USD 1,141 lower at USD 16,068 means that momentum based on price is now aligned to the sell side. For more information on the technical, please click on the link. Capesize Technical Report 27/06/23 <https://fisapp.com/wp-content/uploads/2023/06/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-27-06-23.pdf>

## Panamax

The index continues to come under pressure with price USD 216 lower at USD 8,461 today. A move lower in the July futures yesterday resulted in price breaking to the downside on the symmetrical triangle, indicating the consolidation phase had completed. The futures remain technically bearish with price closing the day USD 625 lower at USD 9,400. Intraday Elliott wave analysis would suggest that the USD 8,250 low is now vulnerable.

## Supramax

The index is USD 52 higher today at USD 8,208, above USD 8,226 momentum based on price will be aligned to the buy-side. The July contract remains technically bearish with the Elliott wave cycle suggesting that the USD 9,150 low could be tested and broken; however, price action today has been limited with the futures closing unchanged on the day at USD 9,625.

## Oil

Oil fell as markets struggled to shake off fears that higher interest rates will weigh on global growth. Revived concerns about the potential for recessions around the world have overshadowed oil markets' supply and demand trends. Several policymakers struck a hawkish tone on interest rates last week, and the president of the European Central Bank said Tuesday that it probably won't be able to declare the end of its historic interest-rate hiking cycle any time soon (Bloomberg). We noted on the morning report that momentum warned that we were vulnerable to a move lower whilst the futures were showing signs that they were rolling over to the downside. We did move USD 1.50 lower before finding light bid support, the futures are trading at USD 73.10 at the time of writing. We maintain a bearish view based on our Elliott wave analysis with the USD 71.85 – USD 71.28 support zone continuing to look vulnerable.

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