



European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	15150	15700	3.6%	Pmx 1 month forward	8825	9000	2.0%
Cape Q3 23	16225	16525	1.8%	Pmx Q3 23	10162.5	10275	1.1%
Cape Cal 24	14250	14400	1.1%	Pmx Cal 24	10675	10762.5	0.8%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	9700	9475	-2.3%	Brent	73.57	74.24	0.9%
Smx Q23 23	10600	10425	-1.7%	WTI	69.15	69.76	0.9%
Smx Cal 24	10975	10950	-0.2%	Iron ore	113.2	112.8	-0.4%

Iron Ore

Source FIS/Bloomberg

The July futures continue to find bid support above the 34-55 period EMA's with price trading to a high of USD 113.75. Technically we remain bullish; a move above the USD 114.65 high will create further divergences with the RSI, suggesting caution on upside breakouts. Downside moves below USD 111.30 will warn that the USD 107.30 fractal support is vulnerable; however, the futures will need to trade below USD 107.05 to be bearish.

Copper

Copper extended a drop to the lowest level in more than four weeks as hawkish comments from Federal Reserve Chair Jerome Powell capped risk appetite. Markets boosted bets on more US central bank hikes this year after Powell signaled policymakers could potentially raise interest rates in July and September. Tighter monetary policy typically undercuts investor appetite for commodities (Bloomberg). We noted on the morning report that although the divergence had failed, we had a three-wave corrective pattern that had broken the 61.8% Fibonacci projection (we were trading above and below the USD 8,244 level into the close and on the Asian open) suggesting caution as the futures were looking a little overextended. The futures have traded to a low of USD 8,141, putting price USD 3.2% below the 60 period EMA before finding light bid support into the E.U close, again warning we remain overextended. For this reason, we remain a cautious bear at this point.

Capesize

The index continues to weaken with price USD 524 lower at USD 14,589. We had expected the USD 14,925 support to be tested and broken today; however, we have found light buy-side support throughout the day with the July contract closing USD 475 higher at USD 15,625. Like yesterday, we remain bullish with a neutral bias, the RSI has crossed the MA, but the average continues to suggest momentum is weak at this point, meaning the USD 14,925 support remains vulnerable.

Panamax

Another bearish day in the index with price USD 158 lower at USD 8,032. We have seen little price action on the July contract with the futures closing USD 125 higher at USD 8,950. For more information on the technical, please click on the link. Panamax Technical Report 29/06/23 <https://fisapp.com/wp-content/uploads/2023/06/FIS-PANAMAX-4-PAGE-TECHNICAL-REPORT-29-06-23.pdf>

Supramax

The buy-side support in the index has already started to fade with price coming in USD 16 lower today at USD 8,251. The turn in the index must have been expected as the July futures opened on the offer side with price closing USD 250 lower at USD 9,450. We remain below the trend resistance line with the futures targeting the USD 9,150 fractal low in the near-term, a level our Elliott wave analysis suggests should be tested and broken.

Oil

Oil prices fluctuated in a choppy session as a hawkish rate outlook from central banks undercut positive signals from the world's largest economy. US data on Thursday showed a resilient economy and jobs market, signaling potentially strong demand for crude. But the reports also raise the likelihood that the Federal Reserve will keep boosting interest rates. US equities pared most gains after rallying earlier in the session. Keeping a lid on prices is the hawkish rate outlook from central banks. Federal Reserve Chair Jerome Powell said at least two interest-rate increases are likely necessary this year to keep bringing inflation lower (Bloomberg). Swings is the right word for today with the futures trading above the USD 74.90 fractal resistance before trading to a low of USD 73.39. The break in fractal resistance does warn we could see another move higher in the near-term; however, the dominant bear wave on the intraday technical formed between 01 – 02 of May, meaning until the USD 80.24 level is broken the intraday technical is still bearish. Ultimately, we have now been in a consolidation phase for nearly two months. Elliott wave analysis would suggest we still need to trade below USD 70.12 to trigger cycle completion; however, based on the last four downside moves, if we do, we could struggle to stay down there.

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