



# European Close

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	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Cape 1 month forward	13900	14050	1.1%	Pmx 1 month forward	9275	9475	2.2%
Cape Q3 23	14150	14362.5	1.5%	Pmx Q3 23	9425	9525	1.1%
Cape Cal 24	13675	13675	0.0%	Pmx Cal 24	10250	10350	1.0%

	Previous Close	Current Close	% Change		Previous Close	Current Close	% Change
Smx 1 month forward	9500	9500	0.0%	Brent	78.17	78.41	0.3%
Smx Q23 23	9587.5	9612.5	0.3%	WTI	73.67	73.74	0.1%
Smx Cal 24	10400	10425	0.2%	Iron ore	107.45	103.45	-3.7%

Iron ore

Source FIS/Bloomberg

China's Central Bank Announced It Has Extended Policies To Support The Stable And Healthy Development Of Real Estate Markets Until The End Of 2024, Encouraging Financial Institutions And Real Estate Enterprises To Negotiate Independently (Bloomberg). Technically bearish on the morning report with the MA on the RSI suggesting momentum was weak, whilst the RSI was making new lows. Having traded to a low of USD 103.40 in the August contract we have seen the futures bounce up to USD 105.70 into the close on the back of the headlines. The technical suggests that this upside move is potentially counter-trend, we should also highlight that between the 12/06/23 and the 07/07/23 that we had a healthy support zone form on the intraday technical between USD 107.05 - USD 110.00. The support zone will now act as a resistance zone suggesting caution on this upside move. Without sounding to cliché, dead cats don't bounce, and from a technical perspective this looks to be one.

Copper

The futures had previously held above the USD 8.231 support, resulting in a move higher on Friday. Price moved lower in the Asian day session; however, after the headline that the Chinese central bank was supporting the real estate market the futures moved higher. Technically we remain bearish with a neutral bias, if we trade above USD 8,470 the intraday will enter bullish territory. We have noted previously that we have a key longer-term resistance at USD 8,517, if rejected it will warn there is a larger corrective cycle in play. Momentum is supported at this point with the futures failing to close below the base of the dominant bull candle this morning (USD 8,286). Not the cleanest of technicals, we could move higher in the near-term, but have a cautious view on upside moves at this point, as price is trading in the daily EMA resistance band.

Capesize

The index is higher by USD 269 today at USD 12,894, meaning momentum based on price is turning to the buy-side; however, we would like to see another move higher for confirmation. For more information on the technical, please click on the link. Capesize Technical Report 10/07/23 <https://fisapp.com/wp-content/uploads/2023/07/FIS-CAPESIZE-4-PAGE-TECHNICAL-REPORT-10-07-23.pdf>

Capesize v Panamax Technical Report

Cape v Pmx Technical Report 10/07/23 <https://fisapp.com/wp-content/uploads/2023/07/FIS-CAPE-V-PMX-3-PAGE-TECHNICAL-REPORT-10-07-23.pdf>

## Panamax

The index is USD 114 higher today at USD 7,630, meaning momentum based on price is now aligned to the buy side. However, like the Capesize, we will need to see a move higher tomorrow for confirmation. The August futures are bearish with a neutral bias, our Elliott wave analysis would suggest that upside moves are considered as countertrend, as we are yet to trade below the USD 8,250 low from the 31/05. We are higher today by USD 225 meaning we close the day at USD 9,500. With the wave cycle warning we could still move lower we are a little conscious of the USD 2k carry between the futures and the index, as any slowdown in the physical will leave the futures vulnerable to a downside move. A cautious bear at this point.

## Supramax

A hat trick of positive index's today with price coming in USD 8.00 higher at USD 7,967. The August futures continue to move sideways with price closing the day USD 125 higher at USD 9,625. As noted in the morning technical, this Elliott wave cycle has already achieved the minimum requirement for cycle completion. We could still move lower, but we no longer consider the futures a technical sell.

## Oil

Oil swung between gains and losses as technical resistance threatened to put a lid on last week's supply-driven rally. West Texas Intermediate traded little changed near \$74 a barrel after breaking above its 100-day moving average on Friday. Crude fell through the key technical level in late April, and it has since provided resistance to gains in prices. Adding to bearish sentiment was Chinese data revealing its economy is on the brink of deflation, while miner Rio Tinto Group said it sees a host of near-term economic challenges in the nation. Treasury Secretary Janet Yellen said the risk of a US recession is "not completely off the table," adding an element of caution to the market (Bloomberg). We noted on the morning report that intraday downside moves look like they will be countertrend which proved to be the case. The futures held the daily pivot point resulting in price trading to a new high, going into the close we are back in divergence on the lower timeframes, warning we could see another intraday pullback soon.

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