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# Daily Base Metals Report

US stocks softened today as Republicans headed for control of the House with a much smaller-than-expected margin as the race for the Senate still remains open. The markets are bracing for the inflation figure tomorrow, which is expected to cool slightly from the 8.2% we saw in September but still remain elevated given the historical level and the Fed targets. The dollar gained a footing back above 110, and the 10yr US Treasury yield softened once again. Elsewhere, Chinese construction shares jumped higher today after the regulators expanded the financing support for the sector.

This news, however, failed to prop up the metals market, and we saw a lacklustre performance across the complex. Zinc and aluminium led the declines, as Chinese producer prices fell into deflation for the first time in two years. The PPI fell by 1.3% in October as lockdown restrictions and a weaker property sector forced the companies to cut prices. This is a stark difference from other manufacturing economies that see producer prices post double digits on their PPI prints. Both metals settled lower at \$2,853.50/t and \$2,319/t, respectively. Copper fluctuated between gains and losses but still struggled to break above yesterday's close, settling at \$8,104.50/t. Nickel strengthened for the fourth straight day, as the metal continues to edge closer to a robust resistance of \$25,000/t that it struggled to break in mid-September; the metals settled at \$24,688/t. Lead also closed higher at \$2,077/t.

Oil futures weakened on higher crude stockpiles and weaker China's economic prospects; WTI and Brent softened into \$86/bl and \$93/bl. Gold and silver wavered as both metals remained unchanged day-on-day at \$1,711/oz and \$21.28/oz, respectively.

	Open	High	Low	5pm Close	PDC	Volume	Total O.I	Spreads	Conversion
								C-3M	USc/lb
Aluminium	2345	2394	2315	2319	2345	13681	576041	-14.00	105.28
Copper	8043	8214	7984	8104.5	8054	18762	245375	16.00	367.71
Lead	2040	2080	2023	2077	2040	6415	96534	8.00	94.05
Nickel	23800	24800	23800	24688	23830	2495	141693	-105.50	1119.25
Tin	19665	20050	19400	19817	19750	719	14390	182.00	895.17
Zinc	2921	2940	2850	2853.5	2918	6457	200381	13.50	129.62
					<b>Total:</b>	<b>48529</b>	<b>1274414</b>		

#### Official Prices

	Cash	3m	Dec Yr 1	Dec Yr 2	PD Cash	PD 3M	Cash	3M
Aluminium	2338	2355	2439.25	2511.25	2356.56	2372	2278.785714	2292.714286
Copper	8035	8011	8080.5	8070.5	8127.5	8115.5	7832.642857	7800.714286
Lead	2060	2054	2071	2059	2060.5	2054	2014.285714	2007.857143
Nickel	24095	24160	24659.5	25539.5	23906.5	24012	23330.71429	23487.85714
Tin	19875	19715			19724	19659	18703.57143	18608.57143
Zinc	2890	2877	2725.5	2575.5	2946.5	2931	2822.785714	2804.071429

#### LME Stocks (tonnes)

	Opening	In	Out	Net Change	Closing	C-warrants	Open Tonnage	Other Copper Markets	Last	% Change
Aluminium	564375	0	5550	-5550	558825	239425	319400	Comex, USc/lb		
Copper	83075	100	2200	-2100	80975	41850	39125	DEC 22	368.25	2.19
Lead	27625	0	500	-500	27125	7100	20025	MAR 23	367.6	2.10
Nickel	50814	18	420	-402	50412	5442	44970	Shanghai, CNY/mt		
Tin	4140	65	5	60	4200	1315	2885	22-Nov	66940	0.89
Zinc	43675	0	50	-50	43625	7100	36525	22-Dec	66190	1.32

#### Global Markets

	Last	% Change	Currencies	Last	% Change	Precious Metals	Last	% Change	AM	PM
DAX	13666	-0.16	GBP	1.1409	-1.1694	Gold	1713.45	0.0601	1670.8	1678.65
DJI	32963	-0.60	JPY	146.0800	-0.2738	Silver	21.34	-0.0632		2075
S&P500	3794	-0.89	EUR	1.0046	-0.2779	Gold Comex	1717	0.058		
SSE	3048	-0.53	CNY	7.2410	-0.1381	Platinum	991.88	-1.0228		
Hq Seng	16359	-1.20	AUD	0.6456	-0.7838	Palladium	1876.19	-2.5462		
Brent	93	-2.12	RUB	118.6895	1.4433					

Source: Bloomberg  
Updated: 09/11/2022 16:51

All price data is from 09.11.2022 as of 17:30

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