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TUE 11 JUNE 2024 00:10

Daily Base Metals Report

US stocks opened lower today, mirroring declines in European stocks following the European elections. Stronger US data last week reinforced the market's belief in the higher-for-longer interest rate narrative, causing the US and EU curves to tighten by 5-9 basis points. While we do not expect the Fed to cut rates this week, the dot plot will be crucial for gauging policymakers' sentiment for the remainder of the year. The dollar increased again today, trading at 105.3 against other major currencies, while the 10-year US Treasury yield edged slightly higher to 4.45%.

This week began on a quieter note as the LME market evaluated the impact of the recent weeks' weakness. We believe that the market's trajectory will likely continue to align with copper's performance, seeking stable support levels for a potential recovery. Our copper outlook remains moderately bullish for the medium term, although we anticipate some near-term volatility, especially this week, as the market searches for its footing. Notably, copper tested and rebounded from Friday's low of \$9,750/t to close at \$9,899/t. Meanwhile, aluminium found some stability, though it remained under the \$2,600/t mark at \$2,576/t. On the other hand, lead and nickel saw marginal appetite for lower prices, testing the support level at \$2,200/t and \$18,000/t, respectively. Lead closed below this level at \$2,207/t.

Precious metals rebounded slightly, with gold at \$2,304/oz and silver at \$29.4/oz. Oil continued its upward momentum from last week, with WTI rising to \$76.4/bbl and Brent crude at \$80.4/bbl.

	Open	High	Low	5pm Close	PDC	Volume	Total O.I	Spreads	Conversion
								C-3M	USc/lb
Aluminium	2576	2587	2551	2572	2576	18676	661965	-60.25	116.80
Copper	9745	9882	9741	9899	9749	13944	334437	-124.00	447.95
Lead	2203	2209	2181	2207	2192	5224	148799	-55.20	100.13
Nickel	18100	18170	17860	17891	18190	4683	201060	-245.06	815.57
Tin	31405	32375	31400	32001	31205	402	19200	-305.00	1456.05
Zinc	2781	2856	2738	2850.5	2772	11424	237264	-62.90	129.55
					Total:	54353	1602725		

Official Prices							Monthly Avg		
	Cash	3m	Dec Yr 1	Dec Yr 2	PD Cash	PD 3M	Cash	3M	
Aluminium	2515.5	2575	2692.51	2712.01	2520.61	2578	2581	2630.833333	
Copper	9694.5	9830	9884.75	9804.75	9638.42	9762.5	9846.25	9969.333333	
Lead	2128	2187.5	2267.12	2283.12	2144.3	2199.5	2183.333333	2237.333333	
Nickel	17835	18105	18956.92	19610.92	17790.4	18031	18413.33333	18678.33333	
Tin	31700	32000			31127	31452	31946.66667	32203.33333	
Zinc	2759	2816	2794.16	2644.16	2704.1	2767	2842.75	2899	

LME Stocks (tonnes)						Other Copper Markets			
	Opening	In	Out	Net Change	Closing	C-warrants	Open Tonnage	Last	% Change
Aluminium	1103500	0	3500	-3500	1100000	517725	582275	Comex, USc/lb	
Copper	123800	1900	375	1525	125325	5325	120000	JUL 24	448.35
Lead	185325	3750	1500	2250	187575	34650	152925	SEP 24	448.6
Nickel	85602	0	24	-24	85578	4176	81402	Shanghai, CNY/mt	
Tin	4810	10	25	-15	4795	335	4460	01-Jun	0
Zinc	260825	0	875	-875	259950	29925	230025	01-Jul	0

Global Markets		Currencies			Precious Metals			Previous Day's Fix	
Last	% Change		Last	% Change	Last	% Change	AM	PM	
DAX	18486	-0.39	GBP	1.2729	0.0786	Gold	2307.91	0.616	2338
DJI	38762	-0.10	JPY	156.9400	-0.1211	Silver	29.72	1.9339	3026.5
S&P500	5350	0.06	EUR	1.0748	-0.4907	Gold Comex	2325.1	0.004	
SSE	3051	0.08	CNY	7.2478	-0.0386	Platinum	978	1.0529	
Hg Seng	18367	-0.59	AUD	0.6608	0.3950	Palladium	898.16	-1.8415	
Brent	81	2.06	CAD	1.3757	0.0509				

Source: Bloomberg
Updated: 10/06/2024 17:30

All price data is from 10.06.2024 as of 17:30

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