



Authors

Daria Efanova
Head of Research

Viktoria Kuszak
Research Associate

FRI 30 AUGUST 2024 00:10

Daily Base Metals Report

US stocks opened higher today, demonstrating resilience despite Nvidia's earnings results, which were negatively received by the market. Nvidia reported record revenues of \$30 billion for the three months ending July 28, exceeding analyst expectations of \$28.7 billion and marking a 122% year-over-year increase. However, despite this impressive performance, Nvidia's shares fell by 6% in after-hours trading as investors expressed concerns that the company's rapid growth rate may be beginning to slow. Broader market sentiment was lifted by robust macroeconomic data that underscored the continued strength of the US economy. Q2 GDP growth was revised upward from 2.8% to 3.0% YoY, driven by strong consumer spending. Additionally, corporate profits rebounded last quarter, further alleviating concerns of an impending recession. In response to the positive economic data, the dollar index climbed to 101.5, while the 10-year US Treasury yield rose to 3.88%, signalling increased investor confidence.

A day of moderate moves was seen across the base metals complex today as markets struggled to find direction. Copper weakened on the open following the inflow of stock on the LME exchange but struggled below the \$9,200/t level, prompting the metal to trade slightly above it at \$9,244/t. Aluminium opened below the \$2,500/t level and edged slightly lower during the day, down to \$2,457.50/t. Lead weakened to \$2,035.50/t, while zinc remained broadly unchanged at \$2,878/t.

Despite the stronger dollar and rising Treasury yields, precious metals posted gains today. Gold rebounded from yesterday's losses, trading at \$2,524/oz, while silver advanced to \$29.6/oz. Oil prices also moved higher, with WTI and Brent crude trading at \$76.3/bbl and \$80.2/bbl, respectively.

	Open	High	Low	5pm Close	PDC	Volume	Total O.I	Spreads	Conversion
								C-3M	USc/lb
Aluminium	2487	2487	2450	2457.5	2484	17304	610639	-27.00	111.58
Copper	9238	9324	9177	9244	9239	16045	284870	-120.01	419.44
Lead	2071	2081	2040	2035.5	2071	4453	148936	-34.01	92.74
Nickel	17005	17050	16910	17003	16995	3886	205060	-226.89	770.89
Tin	32400	32585	32000	32345	32420	521	18532	-5.99	1463.53
Zinc	2872	2905	2856	2878	2873	8944	223215	-51.26	130.59
					Total:	51153	1491252		

Official Prices

	Cash	3m	Dec Yr 1	Dec Yr 2	PD Cash	PD 3M	Monthly Avg	3M
							Cash	
Aluminium	2437.5	2466	2630.71	2686.71	2466.93	2496	2327.875	2371.425
Copper	9116	9238.5	9524.22	9604.72	9129.97	9260.5	8951.15	9073.55
Lead	2013	2053	2193.85	2238.85	2050.99	2085	2001.2	2038.8
Nickel	16735	16930	17833.5391	18493.03906	16781.55	17019	16221.25	16468.25
Tin	32545	32495			32605	32605	31466.5	31510
Zinc	2820	2875	2910.67	2827.17	2829.74	2881	2702.15	2755.2

LME Stocks (tonnes)

	Opening	In	Out	Net Change	Closing	C-warrants	Open Tonnage	Other Copper Markets	Last	% Change
Aluminium	860225	0	3500	-3500	856725	511425	345300	Comex, USc/lb		
Copper	314250	11325	2625	8700	322950	27125	295825	SEP 24	414.95	-2.08
Lead	183475	950	1675	-725	182750	19900	162850	DEC 24	421.8	-1.99
Nickel	117348	360	174	186	117534	8052	109482	Shanghai, CNY/mt		
Tin	4570	50	20	30	4600	660	3940	01-Sep	74080	-1.11
Zinc	249625	0	3300	-3300	246325	22675	223650	01-Oct	74180	-1.16

Global Markets

Global Markets		Currencies		Precious Metals		Previous Day's Fix		
Last	% Change	Last	% Change	Last	% Change	AM	PM	
DAX	18898	0.62	GBP	1.3169	-0.1668	Gold	2509.55	2505.25
DJI	41380	0.70	JPY	145.2200	-0.4338	Silver		2943.5
S&P500	5630	0.68	EUR	1.1075	-0.4047	Gold Comex		0.627
SSE	2823	-0.50	CNY	7.0984	0.4156	Platinum		0.9905
Hq Seng	17786	0.53	AUD	0.6795	0.1474	Palladium		3.3634
Brent	79	0.98	CAD	1.3477	0.0297			

Source: Bloomberg

Updated: 29/08/2024 17:30

All price data is from 29.08.2024 as of 17:30

Risk warning

This is a marketing communication. The information in this report is provided solely for informational purposes and should not be regarded as a recommendation to buy, sell or otherwise deal in any particular investment. Please be aware that, where any views have been expressed in this report, the author of this report may have had many, varied views over the past 12 months, including contrary views.

A large number of views are being generated at all times and these may change quickly. Any valuations or underlying assumptions made are solely based upon the author's market knowledge and experience.

Please contact the author should you require a copy of any previous reports for comparative purposes. Furthermore, the information in this report has not been prepared in accordance with legal requirements designed to promote the independence of investment research. All information in this report is obtained from sources believed to be reliable and we make no representation as to its completeness or accuracy.

This report is not subject to any prohibition on dealing ahead of the dissemination of investment research. Accordingly, the information may have been acted upon by us for our own purposes and has not been procured for the exclusive benefit of customers. Sucden Financial believes that the information contained within this report is already in the public domain. Private customers should not invest in these products unless they are satisfied that the products are suitable for them and they have sought professional advice. Please read our full risk warnings and disclaimers (www.sucdenfinancial.com/en/risk-warning-and-disclaimers).