

Authors

Daria Efanova
Research Associate

TUE 22 JUNE 2021 00:10

Daily Base Metals Report

US stocks rebounded, with investors' focus still on the Fed statement. The dollar softened and the 10yr US Treasury yield strengthened to 1.4751%. The UK housing market price growth slowed in June as record prices along with a lack of properties deterred investment. The ECB's Lagarde said stated that the council is having a positive discussion in relation to the biggest overhaul of monetary policy in almost two decades, with results expected to be out by September. Meanwhile, Germany raised its net borrowing to EUR99.7bn next year to bolster economic recovery. EU consumer confidence is out today and is expected to show continued recovery month-on-month.

LME metal prices have all recovered from last week's sell-off. Aluminium prices were well supported in the second half of the day and tested resistance at \$2,410/t and closed just off the highs at \$2,403.50/t. Copper was well bid, testing the resistance level of \$9,200/t, before closing below at \$9,180/t. SHFE copper, however, was lower on the day, closing at CNY66,780/mt. Nickel closed higher on the day at \$17,450/t; cash to 3m spread tightened up to - \$22.25/t. Zinc and tin consolidated, closing at \$2,837/t and \$30,079/t respectively. Lead prices strengthened to close at \$2,156.50/t.

Oil futures edged higher amid a weaker dollar, with WTI and Brent edging up to \$73.31/bl and \$74.65/bl. Gold climbed higher, following the biggest weekly decline in over a year, as investors are buying the dip; the metal is now trading at \$1,782.04/oz, with silver at \$25.97/oz.

All price data us from 21.06.2021 as of 17:30

	Open	High	Low	5pm Close	PDC	Volume	Total O.I	Spreads	Conversion
								C-3M	USc/lb
Aluminium	2376	2409	2369	2403.5	2365	16516	699764	-10.00	108.27
Copper	9224	9299	9109	9180	9191	16001	320278	-25.75	415.65
Lead	2130	2165	2122	2156.5	2129	5221	113948	-12.25	98.11
Nickel	17210	17445	17105	17450	17185	5787	215591	-28.00	777.92
Tin	30155	30605	29280	30079	30250	544	11861	1503.00	1342.19
Zinc	2890	2928	2820	2837	2888	13531	257841	-13.90	128.59
					Total:	57600	1619283		

Official Prices							Monthly Avg	
	Cash	3m	Dec Yr 1	Dec Yr 2	PD Cash	PD 3M	Cash	3M
Aluminium	2374	2380	2383	2354.5	2409.5	2400	2442.607143	2441
Copper	9206	9230	9141	9076	9289	9315.5	9798.857143	9823.285714
Lead	2130.5	2145	2180.5	2204.5	2113	2130	2169.428571	2175.392857
Nickel	17320	17342	17479	17589	17143	17174	17860.64286	17891.28571
Tin	31709	30134			32097	30600	32840.5	30931.5
Zinc	2873	2886.5	2885.5	2845.5	2898	2911.5	2988.178571	3005.607143

LME Stocks (tonnes)							Other Copper Markets		
	Opening	In	Out	Net Change	Closing	C-warrants	Open Tonnage	Last	% Change
Aluminium	1628800	0	7475	-7475	1621325	582175	1039150	Comex, USc/lb	
Copper	143750	25150	225	24925	168675	11425	157250	JUL 21	415.7 -0.5
Lead	87850	0	200	-200	87650	32600	55050	SEP 21	416.4 -0.51
Nickel	238602	0	192	-192	238410	58260	180150	Shanghai, CNY/mt	
Tin	1990	55	0	55	2045	900	1145	21-Jul	69080 0.09
Zinc	263450	0	2125	-2125	261325	29325	232000	21-Aug	67830 -1.81

Global Markets			Currencies			Precious Metals			Previous Day's Fix
Last	% Change		Last	% Change	Last	% Change	AM	PM	
DAX	15448	-1.78	GBP	1.3811	-0.7973	Gold	1774.17	0.0378	1806.75 1778.70
DJI	33419	-1.20	JPY	110.2000	0.0091	Silver	25.97	0.2505	2659.5
S&P500	4188	-0.81	EUR	1.1878	-0.2436	Gold Comex	1775.9	0.062	
SSE	3525	-0.01	CNY	6.4531	-0.0744	Platinum	1049.86	-1.5953	
Hg Seng	28801	0.85	AUD	0.7497	-0.7283	Palladium	2503.88	0.2502	
Brent	74	0.66	RUB	72.7871	-0.6217				

Source: Bloomberg
Updated: 18/06/2021 17:24

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).