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Daily Base Metals Report

US stocks declined as investors refocused their attention on growth prospects following the move by the ECB to end the bond purchasing programme. Additionally, Lagarde stated the central bank's intention to hike rates by 25bps during its next meeting in July, and if the inflationary data remains high, a hike of bigger magnitude in September would not be excluded. The tightening path that Europe chose to take differs from the Fed, with the latter hiking aggressively and then moderating the scale of increases later on in the year; another 50bps hike could be warranted this month depending on the inflation data coming out tomorrow. The Italian 10y bond yield shot up to 3.6%. Treasuries followed suit, with the 10yr yield holding above 3.00%. The dollar tested the 103 level. Elsewhere, China's exports surged in May, growing by 16.9% y/y in dollar terms, as the easing of lockdown restrictions allowed factories and ports to ship out the backlog.

Metals' sentiment soured after Shanghai stated the re-introduction of some lockdown restrictions in provinces that saw a spike in COVID cases. Nickel saw the strongest losses as the metal gapped lower on the open and has maintained trading until the close of \$28,023/t. Aluminium followed suit after testing resistance at \$2,851/t before coming down to close at \$2,761/t. The easing of restrictions earlier in May benefitted the flow of material significantly, with China shipping a record volume of aluminium, around 676,600 tonnes, but exports in the coming months could subside given the waning global demand. Lead and zinc closed lower at \$2,196/t and \$3,762/t, respectively.

Oil futures wavered around \$122/bl on the back of renewed lockdown restrictions in China. Precious metals fell in line with the broader markets, gold and silver edged lower into \$1,845/oz and \$21.71/oz, respectively.

For more in-depth analysis of base and precious metals, our Q2 2022 [Quarterly Metals report](#) is out now!

	Open	High	Low	5pm Close	PDC	Volume	Total O.I	Spreads	Conversion
								C-3M	USc/lb
Aluminium	2836	2851	2750	2761	2836	14949	572778	-30.50	125.03
Copper	9750	9750	9576	9615	9735	9824	234750	6.30	435.09
Lead	2203	2227	2180	2196	2201	2662	96247	1.00	99.25
Nickel	28625	28675	27900	28023	28795	1745	149817	-91.00	1272.79
Tin	36810	36900	36205	36740	37100	252	12987	275.00	1670.82
Zinc	3820	3820	3743	3762	3806	4703	214024	15.25	170.60
Total:						34135	1280603		

Official Prices

	Cash	3m	Dec Yr 1	Dec Yr 2	PD Cash	PD 3M	Monthly Avg	Cash	3M
Aluminium	2752.5	2786	2758.75	2722.75	2788.5	2819	2735.3	2766.6	
Copper	9630	9624	9614	9642.75	9736.3	9730	9620.2	9620.6	
Lead	2198	2195.5	2171.5	2139.5	2233.51	2232.5	2183.3	2187.5	
Nickel	28055	28145	29131.5	29278.5	28775.5	28855	28615	28729	
Tin	37200	36900			37464	37100	36310	35942	
Zinc	3792	3771	3435.5	3159.5	3845.75	3821.5	3833.7	3819.4	

LME Stocks (tonnes)

	Opening	In	Out	Net Change	Closing	C-warrants	Open Tonnage	Other Copper Markets	Last	% Change
Aluminium	434000	0	3950	-3950	430050	242125	187925	Comex, USc/lb		
Copper	116900	5800	4525	1275	118175	23350	94825	JUL 22	445.45	0.43
Lead	38700	500	0	500	39200	5000	34200	SEP 22	446.1	0.29
Nickel	70992	0	210	-210	70782	9432	61350	Shanghai, CNY/mt		
Tin	3005	0	0	0	3005	295	2710	22-May	72890	0.04
Zinc	86150	750	2100	-1350	84800	31325	53475	22-Jun	72830	0.18

Global Markets

Global Markets			Currencies		Precious Metals			Previous Day's Fix	
Last	% Change		Last	% Change	Last	% Change	AM	PM	
DAX	14199	-1.71	GBP	1.2515	-0.1755	Gold	1846.14	-0.3896	1848.35
DJI	32752	-0.48	JPY	134.0400	0.1567	Silver	21.71	-1.5522	2192
S&P500	4091	-0.60	EUR	1.0653	-0.5879	Gold Comex	1847.3	-0.496	
SSE	3239	-0.76	CNY	6.6925	-0.1300	Platinum	973.6	-3.5285	
Hq Seng	21869	-0.66	AUD	0.7115	-1.0981	Palladium	1931.8	-0.7088	
Brent	123	-0.07	RUB	118.6895	1.4433				

Source: Bloomberg
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All price data is from 09.06.2022 as of 17:30

Risk warning

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