13-May-25

Global Copper Market Daily Pulse

Global Copper Market – A product of Bluglance Consulting
Prices, Spreads, Premiums & Strategies

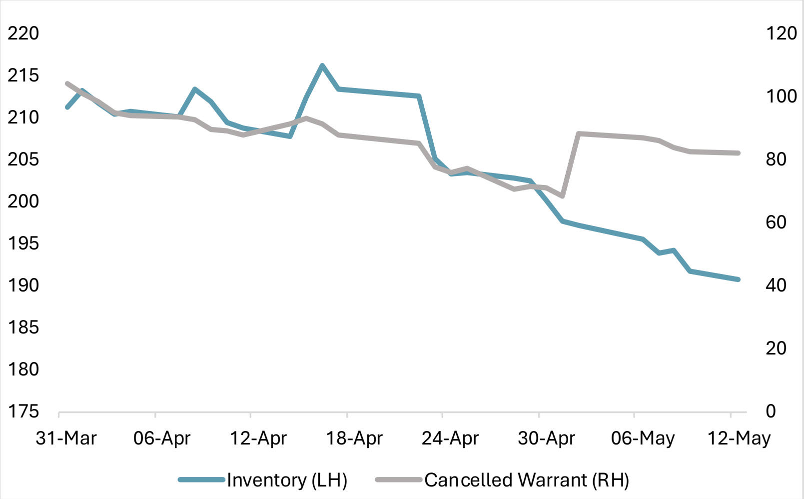
Copper in Local Currencies

	12-May	09-May	% Change	YTD % Chg.
LME 3M	9521	9446	0.79	8.58
CME	4.579	4.611	-0.70	13.61
MCX	851	852	-0.04	6.98
SHFE	78370	78130	0.31	6.19

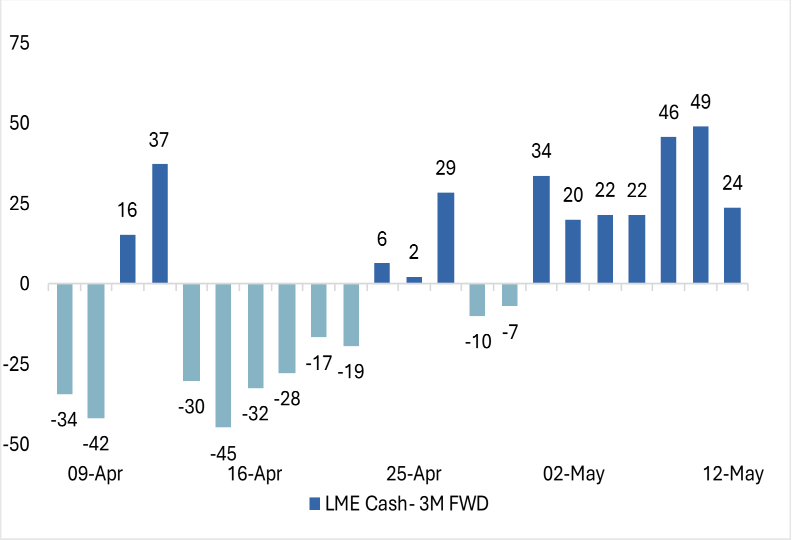
Copper in US $ (Without Duty in MT)

	12-May	09-May	% Change	YTD % Chg
LME 3M	9521	9446	0.79	8.58
CME	10094	10166	-0.70	13.61
MCX	9971	9974	-0.04	7.27
SHFE	10877	10794	0.77	7.58

LME Global Inventory vs Cancelled Warrants ('000)



LME Cash - 3M FWD Spread



Copper Market Update:

Copper prices on the London Metal Exchange rose following news of a US-China tariff truce, while CME prices dipped. This divergence reflects differing trader positioning, with excessive long positions on CME prompting some profit-taking.

The tariff pause has injected optimism into broader markets, with equities in both China and the US rebounding sharply.

On the copper front, the LME 3-month contract is trading around $9,535, with immediate resistance seen near $9,680. Meanwhile, the cash-to-3M spread has narrowed from $50 to $30, signaling continued, albeit cautious, demand in the spot market.

Macro Outlook: In China, signs of economic strain from the ongoing trade tensions are emerging. Policymakers in Beijing have responded by cutting key interest rates and introducing additional stimulus measures. However, any further slowdown in demand from the world's largest copper consumer could weigh on prices or limit further gains. Notably, copper is up 8.3% year-to-date.

Industry Development:

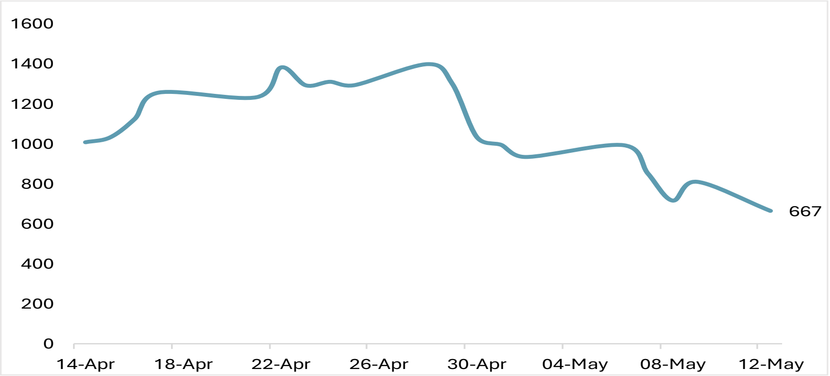
In a significant boost to future supply, HP's $3.2 billion investment in Argentina's copper sector has gained momentum. New resource estimates at the Filo del Sol project suggest the deposit may contain at least five times more copper than previously thought, underscoring its strategic value in the global copper supply chain.

LME Cash to 3month Forwards is still holding in backwardation.

Source: Bloomberg, Bluglance

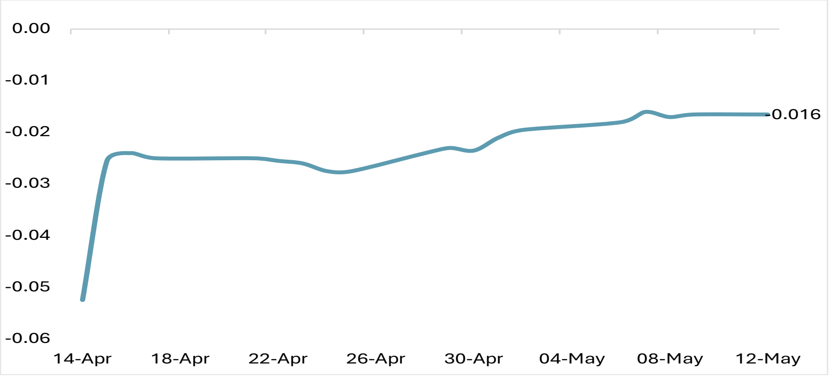
The Spread is expected to contract further amid the CME correction.

CME July- LME 3M Spread



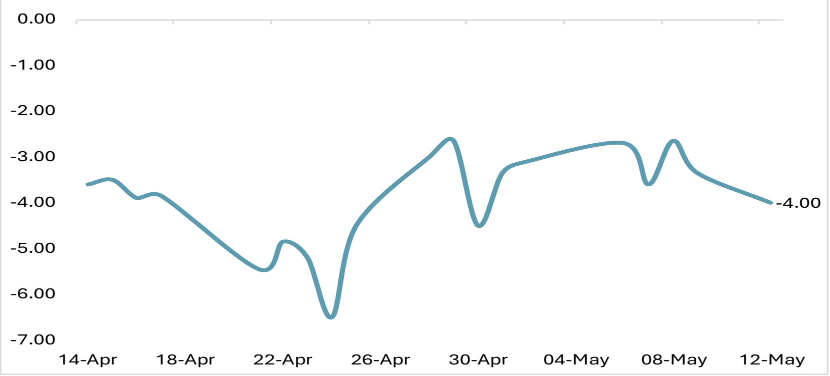
CME Calendar Spread is steady

CME Near- Next Spread



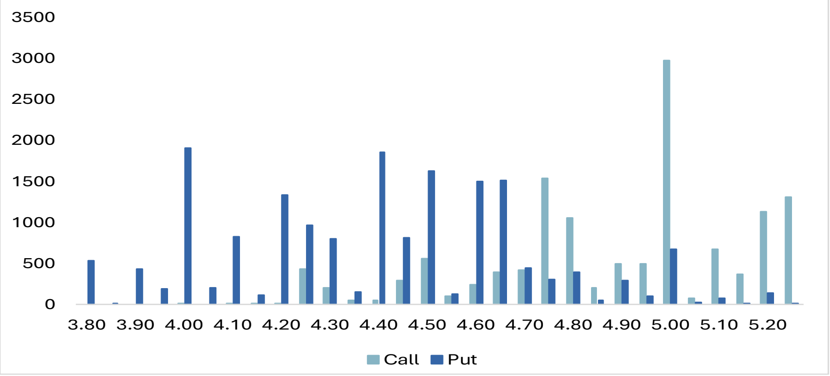
MCX Calendar Spread in negative/Contango- likely to hold in the range of Rs. 2 to Rs. 5

MCX Near- Next Spread



Put Writing at 4 & 4.40 and Call Writing at 5 will act as support and resistance, respectively

CME July Month Option Distribution

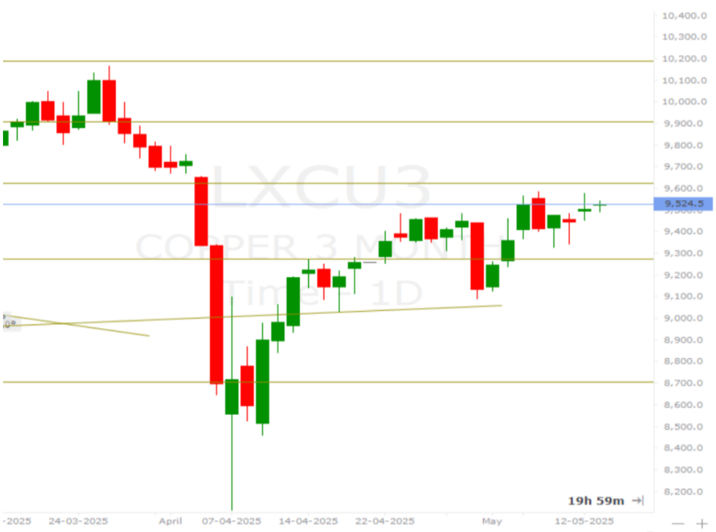


 Source: Bloomberg, Bluglance

Ratio Analysis

Ratio	Last	1 Day	5 Day	1 Month	3 Month	6 Month	1 Year
Copper/Gold	2.95	2.86	2.73	2.86	3.19	3.50	4.24
Copper/Silver	292.75	290.14	282.51	284.16	288.90	297.05	350.96
Copper/Platinum	9.71	9.48	9.50	9.69	9.34	9.59	9.89
Copper/Crude	146.93	148.56	151.02	141.94	124.56	124.55	118.73
Copper/SPX	1.63	1.68	1.66	1.71	1.54	1.50	1.90
Copper/Alumi.	3.86	3.94	3.90	3.90	3.55	3.56	3.98
Copper/Steel	10.72	10.67	10.73	9.80	12.21	12.92	12.69
Copper/Nickel	0.62	0.61	0.61	0.62	0.61	0.58	0.53
Copper/Zinc	3.60	3.61	3.65	3.49	3.32	3.08	3.42
Copper/LMEX	2.34	2.35	2.31	2.33	2.27	2.27	2.27
Copper/DXY	93.77	94.63	94.58	91.83	87.08	84.54	94.07
Copper/Tesla	29.98	31.83	33.49	36.43	27.77	27.40	58.75

Technical Analysis



LME 3M FWD Copper	
Close	**9,521**
Pivot	9,516
Supt.2	9,390
Supt.1	9,455
Resi.1	9,581
Resi.2	9,641

Economic Calendar				
Country	**Event**	**Period**	**Survey**	**Prior**
UK	Claimant Count Rate	Apr	--	4.60%
UK	Jobless Claims Change	Apr	--	18.7k
US	NFIB Small Business Optimism	Apr	95	97.4
India	CPI YoY	Apr	3.20%	3.34%
US	CPI YoY	Apr	2.40%	2.40%
US	CPI Core Index SA	Apr	326.568	325.659

 Source: Bloomberg, Bluglance