

Solid fundamental demand for silver



Silver as a metal in high demand by industry should not disappoint silver investors either.

Further growth in silver demand from the solar sector is generally expected, as the push for green energy is a key driver of silver demand in many countries. According to a report by BMO Capital Markets, silver consumption in the solar industry is expected to increase by around 85 percent to approximately 185 million ounces of silver over the next ten years. The automotive sector should also order steadily more silver in the coming years, at least from 2023. The silver price will therefore be supported on the one hand by a stabilization of the industry and on the other hand by a change of course by the Fed. According to the latest statements of the chairman of the U.S. Federal Reserve, Jerome Powell, future interest rate increases are justified due to the level of inflation, but tightening could perhaps be slowed down as early as December. Statements like this usually give a boost to the price of gold and also silver. And according to the latest U.S. economic data, inflation in the U.S. may have already peaked. A then possible more moderate monetary policy would strengthen the silver price.

From a chart perspective, the next upside target for silver is closing prices above technical resistance at \$22.50 per ounce (the November high). The next rally in silver is likely to be driven by monetary demand, industrial demand, the gold-silver ratio, physical market bottlenecks and low inventories. Already this year, global silver demand will most likely reach record levels. Investors can bet on silver with stocks from silver companies such as MAG Silver or Tier One Silver.

MAG Silver - <https://www.youtube.com/watch?v=y2EBk763qwl> - is developing the Juanicipio project in Mexico with partner Fresnillo. Underground mine production has been running since 2020.

Tier One Silver - <https://www.youtube.com/watch?v=X7nDOPabASA> - focuses on silver, gold and base metal projects in Peru. The main project Curibaya covers about 11,000 hectares.

Current corporate information and press releases from MAG Silver (- <https://www.resource-capital.ch/en/companies/mag-silver-corp/> -) and Tier One Silver (- <https://www.resource-capital.ch/en/companies/tier-one-silver-inc/> -).

In accordance with §34 WpHG I would like to point out that partners, authors and employees may hold shares in the respective companies addressed and thus a possible conflict of interest exists. No guarantee for the translation into English. Only the German version of this news is valid.

Disclaimer: The information provided does not represent any form of recommendation or advice. Express reference is made to the risks in securities trading. No liability can be accepted for any damage arising from the use of this blog. I would like to point out that shares and especially warrant investments are always associated with risk. The total loss of the invested capital cannot be excluded. All information and sources are carefully researched. However, no guarantee is given for the correctness of all contents. Despite the greatest care, I expressly reserve the right to make errors, especially with regard to figures and prices. The information contained herein is taken from sources believed to be reliable, but in no way claims to be accurate or complete. Due to court decisions, the contents of linked external sites are also co-responsible (e.g. Landgericht Hamburg, in the decision of 12.05.1998 - 312 O 85/98), as long as there is no explicit dissociation from them. Despite careful control of the content, I do not assume liability for the content of linked external pages. The respective operators are exclusively responsible for their content. The disclaimer of Swiss Resource Capital AG also applies: <https://www.resource-capital.ch/en/disclaimer/>