

Base Metals

	Previous	CMP	% Change
Comex Copper	2.826	2.78	-1.63
LME Copper	6323	6213	-1.74
LME Aluminium	2082.5	2070.5	-0.58
LME Zinc	2636.5	2573	-2.41
LME Lead	2162	2128.75	-1.54
LME Nickel	14075	13910	-1.17
MCX Copper	430.15	423	-1.66
MCX Aluminium	142.35	142	-0.25
MCX Zinc	181.95	178.5	-1.90
MCX Lead	148.5	146.45	-1.38
MCX Nickel	964.7	954.5	-1.06

Base Metal Related News

Base Metals ended on a higher note yesterday on prospects of US-China trade deal but later rally fizzled on higher tariff announcement

Donald Trump may propose a higher 25 percent tariff on \$200 billion of Chinese imports, higher than 10% previously announced

Labour Union at the world's largest copper mine Escondida are planning to down tools for at least 30 days if owner BHP Billiton Ltd. doesn't agree to their demands.

Glencore cut full-year guidance for its lead and coal output, while first-half copper production rose 8 percent from a year earlier

US Federal Reserve is expected to hold off on the next interest rate increase in the upcoming meeting today

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Change in Canceled Warrants	CW as % of LME Stocks
Copper	251950	-2475	220445	-14251	-3450	10.68
Aluminium	1209025	-1150	911284	-6371	-4825	28.42
Zinc	238125	-2000	52068	-5948	-2000	9.61
Lead	127025	-100	9678	-2321	300	49.54
Nickel	254262	-1782	22137	-1552	-792	25.68

Base Metal Outlook

Base metal prices trading lower today. We expect prices to trade negative on account of lower than expected China PMI data and ahead of central bank policy meeting on Wednesday. Also, Trump is likely to announce more tariffs on China which will negatively affect metal prices. One can maintain sell on rise strategy in Aluminium for the day. In the evening session, we have US Employment data and PMI data and Fed policy outcome.

Important Events For The Week					
Cur			Actual	Forecast	Previous
30-Jul					
7:30pm	USD	Pending Home Sales m/m	0.90%	0.40%	-0.50%
31-Jul					
6:30am	CNY	Manufacturing PMI	51.2	51.4	51.5
	CNY	Non-Manufacturing PMI	54	55	55
Tentative	JPY	BOJ Outlook Report			
Tentative	JPY	BOJ Policy Rate	-0.10%	-0.10%	-0.10%
2:30pm	EUR	CPI Flash Estimate y/y	2.10%	2.00%	2.00%
	EUR	Core CPI Flash Estimate y/y	1.10%	1.00%	0.90%
	EUR	Prelim Flash GDP q/q	0.30%	0.40%	0.40%
7:15pm	USD	Chicago PMI	65.5	61.9	64.1
7:30pm	USD	CB Consumer Confidence	127.4	126.5	126.4
Events For Today					
7:15am	CNY	Caixin Manufacturing PMI	50.8	50.9	51
1:30pm	EUR	Final Manufacturing PMI	55.1	55.1	55.1
5:45pm	USD	ADP Non-Farm Employment Change		186K	177K
7:15pm	USD	Final Manufacturing PMI		55.5	55.5
7:30pm	USD	ISM Manufacturing PMI		59.4	60.2
8:00pm	USD	Crude Oil Inventories		-2.6M	-6.1M
All Day	USD	Total Vehicle Sales		17.1M	17.5M
11:30pm	USD	FOMC Statement			
	USD	Federal Funds Rate		<2.00%	<2.00%
2-Aug					
4:30pm	GBP	Official Bank Rate		0.75%	0.50%
	GBP	Asset Purchase Facility		435B	435B
6:00pm	USD	Unemployment Claims		221K	217K
7:30pm	USD	Factory Orders m/m		0.70%	0.40%
8:00pm	USD	Natural Gas Storage			24B
3-Aug					
7:15am	CNY	Caixin Services PMI		54	53.9
1:30pm	EUR	Final Services PMI		54.4	54.4
7:30pm	USD	Revised UoM Consumer Sentiment		97.3	97.1
6:00pm	USD	Average Hourly Earnings m/m		0.30%	0.20%
6:00pm	USD	Non-Farm Employment Change		193K	213K
6:00pm	USD	Unemployment Rate		3.90%	4.00%
7:15pm	USD	Final Services PMI		56.2	56.2
7:30pm	USD	ISM Non-Manufacturing PMI		58.7	59.1

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