

Base Metals

	Previous	CMP	% Change
Comex Copper	2.774	2.781	0.25
LME Copper	6136	6169	0.54
LME Aluminium	1850.5	1863.75	0.72
LME Zinc	2589.5	2626	1.41
LME Lead	2037.5	2055.75	0.90
LME Nickel	12195	12160	-0.29
MCX Copper	435.05	438.05	0.69
MCX Aluminium	130.5	131.8	1.00
MCX Zinc	184.05	187.55	1.90
MCX Lead	144.8	146.55	1.21
MCX Nickel	863.1	864.6	0.17

Base Metal Related News

Base Metal prices fell after China's factory-gate price growth missed expectations and as investors awaited the outcome of Sino-U.S. trade talks in Beijing.

China's producer price inflation slowed for a seventh straight month in January to its weakest pace since September 2016.

The top two U.S. negotiators in trade talks with China will meet on Friday with Chinese President Xi Jinping, but there has been no decision to extend a March 1 U.S. deadline for a deal.

Further easing supply fears, Australian ferronickel miner South32 has agreed a four-year contract with two unions at its Cerro Matoso mine in Colombia, avoiding a strike over pay and other benefits.

China's January exports rose 9.1% from a year earlier while Imports fell 1.5% from a year earlier, much better than analysts' forecasts for a 10 percent fall.

LME Inventory 15/02/2019

Commodity	LME Stock	Change	Shanghai Stock	Change	Change in Canceled Warrants	CW as % of LME Stocks
Copper	143175	-2350	142727	23000	70550	47.90
Aluminium	1266600	-6900	704761	15940	596175	47.07
Zinc	93450	-4550	46961	12451	43200	41.36
Lead	67300	-100	27594	288	2325	3.38
Nickel	200562	480	12561	-132	64110	31.83

Base Metal Outlook

Base metals are trading positive at the beginning of trade. We expect base metal to trade positive on some optimism as the US China trade deal might close soon. Also the better than expected trade data in China boosted the sentiment and fall in inflation increased expectation of rate cut in China.

15th February 2019

Narnolia Financial Advisors Ltd | Market Strategy Desk

Important Events For The Week					
	Cur		Actual	Forecast	Previous
11-Feb					
All Day	JPY	Bank Holiday			
3:00pm	GBP	GDP m/m	-0.40%	0.00%	0.20%
	GBP	Manufacturing Production m/m	-0.70%	0.20%	-0.10%
	GBP	Prelim GDP q/q	0.20%	0.30%	0.60%
	GBP	Goods Trade Balance	-12.1B	-12.0B	-12.4B
	GBP	Industrial Production m/m	-0.50%	0.001	-0.30%
All Day	EUR	Eurogroup Meetings			
6:48pm	GBP	NIESR GDP Estimate	0.20%		0.002
9:45pm	USD	FOMC Member Bowman Speaks			
12-Feb					
10:00am	JPY	Tertiary Industry Activity m/m	-0.30%	-0.10%	-0.30%
1:50pm	EUR	German Buba President Weidmann Speaks			
All Day	EUR	ECOFIN Meetings			
6:30pm	GBP	BOE Gov Carney Speaks			
11:15pm	USD	Fed Chair Powell Speaks			
13-Feb					
5:20am	JPY	PPI y/y	0.60%	1.00%	1.50%
6:00am	USD	FOMC Member George Speaks			
13th-17th	CNY	Foreign Direct Investment ytd/y			0.90%
13th-15th	CNY	M2 Money Supply y/y		8.20%	8.10%
13th-15th	CNY	New Loans		2970B	1080B
3:00pm	GBP	CPI y/y	1.80%	1.90%	2.10%
	GBP	PPI Input m/m	-0.10%	0.20%	-1.00%
3:30pm	EUR	Industrial Production m/m	-0.90%	-0.40%	-1.70%
7:00pm	USD	CPI m/m	0.00%	0.10%	-0.10%
	USD	Core CPI m/m	0.20%	0.20%	0.20%
13th-15th	USD	Mortgage Delinquencies			4.47%
9:00pm	USD	Crude Oil Inventories	3.6M	2.1M	1.3M
14-Feb					
12:30am	USD	Federal Budget Balance		-10.0B	-204.9B
5:20am	JPY	Prelim GDP q/q		0.40%	-0.60%
Tentative	CNY	Trade Balance	271B	235B	395B
Tentative	CNY	USD-Denominated Trade Balance	39.2B	32.0B	57.1B
12:30pm	EUR	German Prelim GDP q/q	0.00%	0.10%	-0.20%
	EUR	German WPI m/m	-0.70%	0.30%	-1.20%
3:30pm	EUR	Flash GDP q/q	0.20%	0.20%	0.20%
	EUR	Flash Employment Change q/q	0.30%	0.20%	0.20%
7:00pm	USD	Core Retail Sales m/m	-1.80%	0.00%	0.20%
	USD	PPI m/m	-0.10%	0.10%	-0.20%
	USD	Retail Sales m/m	-1.20%	0.10%	0.20%
	USD	Core PPI m/m	0.30%	0.20%	-0.10%
	USD	Unemployment Claims	239K		234K
9:00pm	USD	Natural Gas Storage	-78B		-237B
EVENT FOR TODAY					
7:00am	CNY	CPI y/y	1.70%		1.90%
	CNY	PPI y/y	0.10%		0.90%
2:30pm	EUR	Italian Trade Balance		3.47B	3.84B
3:00pm	GBP	Retail Sales m/m		0.20%	-0.90%
3:30pm	EUR	Trade Balance		16.4B	15.1B
7:00pm	USD	Empire State Manufacturing Index		760.00%	390.00%
	USD	Industrial Production m/m		0.10%	0.30%
8:30pm	USD	Prelim UoM Consumer Sentiment			9120.00%
	USD	Prelim UoM Inflation Expectations			2.70%

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