

Base Metals

	Previous	CMP	% Change
Comex Copper	2.77	2.759	-0.40
LME Copper	6135.25	6116	-0.31
LME Aluminium	1798	1788	-0.56
LME Zinc	2647.5	2627.5	-0.76
LME Lead	1881.5	1865	-0.88
LME Nickel	11937.5	11817	-1.01
MCX Copper	429.9	429	-0.21
MCX Aluminium	146.05	145.5	-0.38
MCX Zinc	214.1	213.25	-0.40
MCX Lead	131.6	130.75	-0.65
MCX Nickel	835.2	829.1	-0.73

Base Metal Related News

Base Metal eased as investors sought safety ahead of crucial trade talks between the United States and China.

Trump said Beijing "broke the deal" in negotiations with Washington and would face stiff tariffs if no agreement was reached.

US President Donald Trump issued an executive order on Wednesday May 8, slapping sanctions on Iran's aluminium, copper and steel sectors.

In Chinese data, the consumer price index rose by 2.5% year on year in April, in line with expectations, while the producer price index rose by 0.9% over the same comparison, its fastest pace since December 2018.

Vale's output of nickel totaled 54,800 tonnes in the first three months of the year, marking a decline of 6.5% from the 58,600 tonnes YoY.

Investors will also be paying close attention to the scheduled trade talks between China and the US that kick off today.

LME Inventory 09/05/2019

Commodity	LME Stock	Change	Shanghai Stock	Change	Change in Canceled Warrants	CW as % of LME Stocks
Copper	217825	-9225	228123	-17055	-8625	19.76
Aluminium	1285150	-750	674101	-27037	18552	30.00
Zinc	97100	2725	92145	-9130	25	4.04
Lead	74250	-125	29097	-4052	-125	1.85
Nickel	170688	-672	9504	2	-282	40.35

Base Metal Outlook

Base metals are trading negative today. We expect base metal to trade lower until any positive news arrives from the US-China trade deal as the Trump will increase the tariffs on all Chinese products to 25% from the current level of 10% with effective from tomorrow. One can maintain sell on rise strategy in Base metals for the day.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
6-May					
All Day	JPY	Bank Holiday			
7:15am	CNY	Caixin Services PMI	54.5	54.3	54.4
All Day	GBP	Bank Holiday			
12:45pm	EUR	Spanish Services PMI	53.1	54.9	56.8
1:15pm	EUR	Italian Services PMI	50.4	54.4	53.1
1:20pm	EUR	French Final Services PMI	50.5	50.5	50.5
1:25pm	EUR	German Final Services PMI	55.7	55.6	55.6
1:30pm	EUR	Final Services PMI	52.8	52.5	52.5
2:00pm	EUR	Sentix Investor Confidence	5.3	1.1	-0.3
2:30pm	EUR	Retail Sales m/m	0.00%	-0.10%	0.40%
7:30pm	USD	FOMC Member Williams Speaks			
7-May					
6:00am	JPY	Final Manufacturing PMI	50.2	49.5	49.5
11:30am	EUR	German Factory Orders m/m		1.60%	-4.20%
12:15pm	EUR	French Trade Balance		-4.5B	-4.0B
2:30pm	EUR	EU Economic Forecasts			
9:05pm	USD	FOMC Member Quarles Speaks			
8-May					
5:20am	JPY	Monetary Base y/y	3.10%	3.60%	3.80%
Tentative	CNY	Trade Balance	94B	235B	221B
Tentative	CNY	USD-Denominated Trade Balance	13.8B	33.7B	32.6B
9:05am	JPY	10-y Bond Auction			-0.06 5.1
11:30am	EUR	German Industrial Production m/m	0.50%	-0.50%	0.70%
All Day	EUR	French Bank Holiday			
5:00pm	EUR	ECB Monetary Policy Meeting Accounts			
6:00pm	USD	FOMC Member Brainard Speaks			
8:00pm	USD	Crude Oil Inventories	-3.9M	1.1M	9.9M
8:00pm	USD	Crude Oil Inventories	7.2M	-0.7M	2.8M
EVENTS FOR TODAY					
7:00am	CNY	CPI y/y	2.50%	2.50%	2.30%
	CNY	PPI y/y	0.90%	0.60%	0.40%
6:00pm	USD	Fed Chair Powell Speaks			
6:00pm	USD	PPI m/m		0.20%	0.60%
6:00pm	USD	Core PPI m/m		0.20%	0.30%
6:00pm	USD	Trade Balance		-51.4B	-49.4B
6:00pm	USD	Unemployment Claims		215K	230K
10-May					
11:30am	EUR	German Trade Balance		19.4B	18.7B
2:00pm	GBP	GDP m/m		0.00%	0.20%
	GBP	Manufacturing Production m/m		0.10%	0.90%
	GBP	Prelim GDP q/q		0.50%	0.20%
	GBP	Industrial Production m/m		0.20%	0.60%
10th-15th	CNY	New Loans		1175B	1690B
10th-15th	CNY	M2 Money Supply y/y		8.50%	8.60%
6:00pm	USD	CPI m/m		0.40%	0.40%
6:00pm	USD	Core CPI m/m		0.20%	0.10%
6:00pm	USD	FOMC Member Brainard Speaks			

9th May 2019

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