

Base Metals

	Previous	CMP	% Change
Comex Copper	2.627	2.644	0.65
LME Copper	5792.2	5836	0.76
LME Aluminium	1766.5	1772.5	0.34
LME Zinc	2459.25	2511.75	2.13
LME Lead	1855	1891.5	1.97
LME Nickel	11715	11757	0.36
MCX Copper	403.2	405.85	0.66
MCX Aluminium	142.5	142.35	-0.11
MCX Zinc	201.65	204.7	1.51
MCX Lead	151.7	152.9	0.79
MCX Nickel	853.2	856.4	0.38

Base Metal Related News

Base Metal prices were mostly down with concerns of a global economic slowdown weighing on the complex with the dollar.

Nyrstar has halted production at the Port Pirie lead smelter in Australia and declared force majeure on shipments to customers after an unexpected outage.

The refined nickel market deficit is expected to nearly halve to around 80,000 tonnes this year from almost 150,000 tonnes in 2018, the International Nickel Study Group said on Wednesday June 5.

The weakening of the dollar came after United States Federal Reserve chairman Jerome Powell hinted of a willingness to lower interest rates on Tuesday.

The IMF downgraded its prediction for Chinese economic growth in 2019 to 6.2% having only raised it to 6.3% two months ago. The forecast is still within Beijing's growth target range of 6-6.5%.

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Change in Canceled Warrants	CW as % of LME Stocks
Copper	211650	-400	178511	-15697	-400	8.62
Aluminium	1125975	-5225	571433	-29929	-3725	36.00
Zinc	99525	-250	57300	-12488	-250	40.69
Lead	66550	-1325	27687	-4507	-1225	8.41
Nickel	163986	-66	9400	277	-18	32.48

Base Metal Outlook

Base metals are trading higher today. We expect base metal to trade positive as a sharp fall in the dollar overnight providing support to the metal prices on rate cut expectations. One can maintain buy on dips in Lead and Copper for the day.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
5-Jun					
6:00am	JPY	Final Manufacturing PMI	49.8	49.7	49.6
7:15am	CNY	Caixin Manufacturing PMI	50.2	50	50.2
12:45pm	EUR	Spanish Manufacturing PMI	50.1	51.4	51.8
1:15pm	EUR	Italian Manufacturing PMI	49.7	48.5	49.1
1:20pm	EUR	French Final Manufacturing PMI	50.6	50.6	50.6
1:25pm	EUR	German Final Manufacturing PMI	44.3	44.3	44.3
1:30pm	EUR	Final Manufacturing PMI	47.7	47.7	47.7
2:00pm	GBP	Manufacturing PMI	49.4	52.5	53.1
6:40pm	USD	FOMC Member Quarles Speaks			
7:15pm	USD	Final Manufacturing PMI	50.5	50.8	50.6
7:30pm	USD	ISM Manufacturing PMI	52.1	53	52.8
All Day	USD	Wards Total Vehicle Sales	17.3M	16.8M	16.4M
10:55pm	USD	FOMC Member Bullard Speaks			
4-Jun					
2:30pm	EUR	CPI Flash Estimate y/y	1.20%	1.40%	1.70%
	EUR	Core CPI Flash Estimate y/y	0.80%	1.00%	1.30%
	EUR	Unemployment Rate	7.60%	7.70%	7.70%
6:00pm	USD	FOMC Member Williams Speaks			
7:25pm	USD	Fed Chair Powell Speaks			
7:30pm	USD	Factory Orders m/m	-0.80%	-1.00%	1.90%
5-Jun					
7:15am	CNY	Caixin Services PMI	52.7	54.3	54.5
12:45pm	EUR	Spanish Services PMI	52.8	52.5	53.1
1:15pm	EUR	Italian Services PMI	50	49.9	50.4
1:20pm	EUR	French Final Services PMI	51.5	51.7	51.7
1:25pm	EUR	German Final Services PMI	55.4	55	55
1:30pm	EUR	Final Services PMI	52.9	52.5	52.5
2:00pm	GBP	Services PMI	51	50.6	50.4
2:30pm	EUR	PPI m/m	-0.30%	0.40%	-0.10%
	EUR	Retail Sales m/m	-0.40%	-0.50%	0.00%
5:45pm	USD	ADP Non-Farm Employment Change	27K	185K	275K
7:15pm	USD	FOMC Member Clarida Speaks			
	USD	Final Services PMI	50.9	50.9	50.9
7:30pm	USD	ISM Non-Manufacturing PMI	56.9	55.6	55.5
	USD	FOMC Member Bowman Speaks			
8:00pm	USD	Crude Oil Inventories	6.8M	-1.7M	-0.3M
11:30pm	USD	Beige Book			
EVENTS FOR TODAY					
11:30am	EUR	German Factory Orders m/m		0.10%	0.60%
1:55pm	JPY	BOJ Gov Kuroda Speaks			
	GBP	BOE Gov Carney Speaks			
5:15pm	EUR	Monetary Policy Statement			
	EUR	Main Refinancing Rate		0.00%	0.00%
6:00pm	EUR	ECB Press Conference			
6:00pm	USD	Trade Balance		-50.5B	-50.0B
6:00pm	USD	Unemployment Claims		215K	215K
8:00pm	USD	Natural Gas Storage		110B	114B
10:30pm	USD	FOMC Member Williams Speaks			
7-Jun					
All Day	CNY	Bank Holiday			
11:30am	EUR	German Industrial Production m/m		-0.40%	0.50%
	EUR	German Trade Balance		18.7B	20.0B
12:15pm	EUR	French Industrial Production m/m		0.30%	-0.90%
	EUR	French Trade Balance		-4.9B	-5.3B
6:00pm	USD	Average Hourly Earnings m/m		0.30%	0.20%
	USD	Non-Farm Employment Change		180K	263K
	USD	Unemployment Rate		3.60%	3.60%
7:30pm	USD	Final Wholesale Inventories m/m		0.70%	0.70%

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