

Base Metals

| | Previous | CMP | % Change |
|---------------|----------|---------|----------|
| Comex Copper | 2.742 | 2.738 | -0.15 |
| LME Copper | 6074.75 | 6048.25 | -0.44 |
| LME Aluminium | 1847 | 1836 | -0.60 |
| LME Zinc | 2424.5 | 2402 | -0.93 |
| LME Lead | 2044.5 | 2014.5 | -1.47 |
| LME Nickel | 14645 | 14415 | -1.57 |
| MCX Copper | 456.5 | 457 | 0.11 |
| MCX Aluminium | 143 | 142.3 | -0.49 |
| MCX Zinc | 190.6 | 190.1 | -0.26 |
| MCX Lead | 152.55 | 151.95 | -0.39 |
| MCX Nickel | 1011.1 | 997 | -1.39 |

Base Metal Related News

Base Metal prices retreated this morning with nickel leading the pack downward.

China will further ease its economic policy to deal with a prolonged and costly trade war with the United States, but it would save more aggressive measures as last resorts should the dispute get uglier, policy sources say.

Anglo American said it had submitted an environmental impact study for a \$3 billion project seeking to maintain output from its flagship Los Bronces copper mine in Chile.

Higher stainless steel output and stronger than expected demand for nickel have pushed benchmark prices on the LME to above \$15,000 a tonne, their highest since late June last year.

The global nickel market deficit widened to 12,500 tonnes in May from a revised shortfall of 7,500 tonnes in the previous month, INSG said

LME Inventory

| Commodity | LME Stock | Change | Shanghai Stock | Change | Change in Canceled Warrants | CW as % of LME Stocks |
|-----------|-----------|--------|----------------|--------|-----------------------------|-----------------------|
| Copper | 295725 | -725 | 154520 | 9241 | 6900 | 9.80 |
| Aluminium | 966600 | -7400 | 422022 | 2972 | -7400 | 28.36 |
| Zinc | 78600 | -1050 | 75519 | 1454 | -1050 | 38.77 |
| Lead | 60875 | -500 | 27211 | 1392 | -500 | 20.45 |
| Nickel | 147624 | -318 | 35262 | 1139 | -396 | 31.72 |

Base Metal Outlook

Base metals are trading lower today. We expect base metal prices to trade positive on weaker dollar and expectation of aggressive rate cut in the upcoming July meeting. Nickel prices can face selling from the higher levels. No major data announcements during the day.

| Important Events For The Week | | | | | |
|-------------------------------|-----|-----------------------------------|--------|----------|----------|
| | Cur | | Actual | Forecast | Previous |
| Events for Today | | | | | |
| 3.30pm | EUR | German Buba Monthly Report | | | |
| 8.30pm | JPY | BOJ Gov Kuroda Speaks | | | |
| 23-Jul | | | | | |
| 3.30pm | GBP | CBI Industrial Order Expectations | | -15.00 | -15.00 |
| 6.30pm | USD | HPI m/m | | 0.30% | 0.40% |
| 7.30pm | USD | Existing Home Sales | | 5.35M | 5.34M |
| 7.30pm | USD | Richmond Manufacturing Index | | 5.00 | 3.00 |
| 24-Jul | | | | | |
| 12.45pm | EUR | Flash Manufacturing PMI | | 47.60 | 47.60 |
| 12.45pm | EUR | Flash Services PMI | | 53.30 | 53.60 |
| 7.15pm | USD | Flash Manufacturing PMI | | 50.90 | 50.60 |
| | USD | Flash Services PMI | | 51.60 | 51.50 |
| 7.30pm | USD | New Home Sales | | 659K | 626K |
| 8.00pm | USD | Crude Oil Inventories | | | -3.1M |
| 25-Jul | | | | | |
| 3.30pm | GBP | CBI Realized Sales | | 0.00 | -42.00 |
| 6.00pm | USD | Core Durable Goods Orders m/m | | 0.20% | 0.40% |
| | USD | Durable Goods Orders m/m | | 0.80% | -1.30% |
| | USD | Goods Trade Balance | | -72.4B | -74.5B |
| | USD | Prelim Wholesale Inventories m/m | | 0.50% | 0.40% |
| | USD | Unemployment Claims | | 220K | 216K |
| 8.00pm | USD | Natural Gas Storage | | | 62B |
| 26-Jul | | | | | |
| 11.30am | EUR | German Import Prices m/m | | -0.80% | -0.10% |
| 6.00pm | USD | Advance GDP q/q | | 1.80% | 3.10% |
| | USD | Advance GDP Price Index q/q | | 4.00% | 0.90% |

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Narnolia Financial Advisors Ltd | Market Strategy Desk

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