

### Base Metals

|               | Previous | CMP     | % Change |
|---------------|----------|---------|----------|
| Comex Copper  | 2.642    | 2.627   | -0.57    |
| LME Copper    | 5841     | 5819    | -0.38    |
| LME Aluminium | 1791.75  | 1776.25 | -0.87    |
| LME Zinc      | 2332.5   | 2317.5  | -0.64    |
| LME Lead      | 2053.5   | 2031.5  | -1.07    |
| LME Nickel    | 17482.5  | 17405   | -0.44    |
| MCX Copper    | 455.45   | 452     | -0.76    |
| MCX Aluminium | 140.95   | 139.75  | -0.85    |
| MCX Zinc      | 187.75   | 185.3   | -1.30    |
| MCX Lead      | 155.2    | 153.8   | -0.90    |
| MCX Nickel    | 1236.7   | 1225.8  | -0.88    |

### Base Metal Related News

Base Metals prices rose as progress after China and the United States agreed to hold high level trade talks, reviving hopes for an end to a prolonged dispute.

Indonesia government announced that miners can seek new export quotas, which will be valid until the end of the year.

Poseidon Nickel Ltd, buoyed by a recent surge in nickel prices, said on Friday it would restart operations at its Black Swan project in Western Australia.

Goldman Sachs analysts in a note estimated large surpluses for the global zinc market in 2020 and 2021, after global balance moved to surplus in 2019 following three big years of deficits.

Lead smelters in Jiyuan city in Henan, China's top lead producing province, have been required to cut pollutant emissions by 10%, based on their daily average in August

### LME Inventory

| Commodity | LME Stock | Change | Shanghai Stock | Change | Change in Canceled Warrants | CW as % of LME Stocks |
|-----------|-----------|--------|----------------|--------|-----------------------------|-----------------------|
| Copper    | 313275    | -5400  | 156573         | -6257  | -3100                       | 33.81                 |
| Aluminium | 923225    | 4300   | 379007         | -8656  | 3300                        | 23.35                 |
| Zinc      | 65625     | -975   | 75211          | 1354   | -975                        | 38.55                 |
| Lead      | 76575     | -50    | 33065          | -3544  | 450                         | 7.05                  |
| Nickel    | 154956    | 1134   | 29771          | 762    | -96                         | 44.76                 |

### Base Metal Outlook

Base metals are trading lower today. We expect base metal prices to trade positive as Beijing and Washington agrees to talk in early October for trade resolution and as the weakness in dollar may well help underpin the metals. One can maintain buy in Copper and Lead for the day. During the day, US data is focused on the Non Farm payrolls, but in addition to that, US Federal Reserve chairman Jerome Powell is speaking.

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| Important Events For The Week |     |                                  |        |          |          |
|-------------------------------|-----|----------------------------------|--------|----------|----------|
|                               | Cur |                                  | Actual | Forecast | Previous |
| <b>3-Sep</b>                  |     |                                  |        |          |          |
| 2:30pm                        | EUR | PPI m/m                          | 0.20%  | 0.30%    | -0.60%   |
| 7:15pm                        | USD | Final Manufacturing PMI          | 50.3   | 50       | 49.9     |
| 7:30pm                        | USD | ISM Manufacturing PMI            | 49.1   | 51.2     | 51.2     |
| Tentative                     | USD | IBD/TIPP Economic Optimism       |        | 55.4     | 55.1     |
| 2:30am                        | USD | FOMC Member Rosengren Speaks     |        |          |          |
| <b>4-Sep</b>                  |     |                                  |        |          |          |
| 7:15am                        | CNY | Caixin Services PMI              | 52.1   | 51.7     | 51.6     |
| 1:25pm                        | EUR | German Final Services PMI        | 54.8   | 54.4     | 54.4     |
| 1:30pm                        | EUR | Final Services PMI               | 53.5   | 53.4     | 53.4     |
| 2:00pm                        | GBP | Services PMI                     | 50.6   | 51       | 51.4     |
| 2:30pm                        | EUR | Retail Sales m/m                 | -0.60% | -0.60%   | 1.10%    |
| 6:00pm                        | USD | Trade Balance                    | -54.0B | -54.2B   | -55.2B   |
| 6:55pm                        | USD | FOMC Member Williams Speaks      |        |          |          |
| All Day                       | USD | Wards Total Vehicle Sales        | 17M    | 16.8M    | 16.8M    |
| 10:00pm                       | USD | FOMC Member Bullard Speaks       |        |          |          |
| 11:30pm                       | USD | Beige Book                       |        |          |          |
| 12:45am                       | USD | FOMC Member Evans Speaks         |        |          |          |
| <b>5-Sep</b>                  |     |                                  |        |          |          |
| 11:30am                       | EUR | German Factory Orders m/m        | 2.70%  | -1.50%   | 2.50%    |
| 5:00pm                        | USD | Challenger Job Cuts y/y          |        |          | 43.20%   |
| 5:45pm                        | USD | ADP Non-Farm Employment Change   | 195K   | 148K     | 156K     |
|                               | USD | Unemployment Claims              | 217K   | 215K     | 215K     |
| 7:15pm                        | USD | Final Services PMI               | 50.7   | 51       | 50.9     |
| 7:30pm                        | USD | ISM Non-Manufacturing PMI        | 56.4   | 54       | 53.7     |
|                               | USD | Factory Orders m/m               | 1.40%  | 1.00%    | 0.60%    |
|                               | USD | Natural Gas Storage              | 84     | 77B      | 60B      |
| 8:30pm                        | USD | Crude Oil Inventories            | -4.8M  | -2.6M    | -10.0M   |
| <b>EVENTS FOR TODAY</b>       |     |                                  |        |          |          |
| 11:30am                       | EUR | German Industrial Production m/m | -0.60% | 0.40%    | -1.50%   |
| 2:00pm                        | GBP | Consumer Inflation Expectations  | 3.30%  |          | 3.10%    |
|                               | EUR | Revised GDP q/q                  |        | 0.20%    | 0.20%    |
| 6:00pm                        | USD | Average Hourly Earnings m/m      |        | 0.30%    | 0.30%    |
|                               | USD | Non-Farm Employment Change       |        | 160K     | 164K     |
|                               | USD | Unemployment Rate                |        | 3.70%    | 3.70%    |
| 10:00pm                       | USD | Fed Chair Powell Speaks          |        |          |          |

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