

Base Metals

	Previous	CMP	% Change
Comex Copper	2.56	2.559	-0.04
LME Copper	5673.25	5665	-0.15
LME Aluminium	1726.5	1717.5	-0.52
LME Zinc	2311	2318	0.30
LME Lead	2167	2178	0.51
LME Nickel	17735	17795	0.34
MCX Copper	435.8	436.5	0.16
MCX Aluminium	134.3	134.3	0.00
MCX Zinc	181.7	182.3	0.33
MCX Lead	157.4	157.95	0.35
MCX Nickel	1265.5	1272	0.51

Base Metal Related News

Base Metals prices firmed after strong U.S. jobs data eased fears of a possible recession in the world's largest economy, with investors awaiting the latest round of U.S.-China trade talks starting later this week.

The Shanghai Futures Exchange was closed on Thursday as part of its Golden Week Holidays and will reopen on Tuesday Oct. 8.

The U.S. unemployment rate dropped to near a 50-year low of 3.5% in September, soothing some slowdown concerns sparked by disappointing data on manufacturing and services.

Investors' focus now shifts to U.S.-China trade talks scheduled to resume on Oct. 10-11, with President Donald Trump saying that his administration had a "very good chance" of making a trade deal with China.

Nickel three-month spread has been at a premium since mid-August and was last at \$116 a tonne, indicating tight nearby supplies. LME nickel stocks dropped to 125,688 tonnes, their lowest since November 2012.

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME Stocks
Copper	285550	-2825	151250	-10809	91250	32.67
Aluminium	964225	-2300	347634	-4765	181050	19.06
Zinc	64325	-750	82562	2768	18175	28.35
Lead	69100	-75	22756	-3242	1725	2.67
Nickel	125688	-7440	22508	985	74046	57.74

Base Metal Outlook

Base metals are trading slightly higher today. We expect base metal prices to move positive after US unemployment rate falls to 3.5% soothing worries over last week's poor manufacturing and service PMI and as the Chinese markets open tomorrow. We believe overall direction will be driven by how the next round of trade talks move currently the focus will remain on economic data.

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Important Events For The Week					
	Cur		Actual	Forecast	Previous
EVENTS FOR TODAY					
4:15am	USD	FOMC Member George Speaks			
11:30am	EUR	German Factory Orders m/m	-0.60%	-0.40%	-2.70%
2:00pm	EUR	Sentix Investor Confidence	-16.9	-12.9	-11.1
10:30pm	USD	Fed Chair Powell Speaks			
12:30am	USD	Consumer Credit m/m		14.9B	23.3B
8-Oct					
7:15am	CNY	Caixin Services PMI		52.1	52.1
11:30am	EUR	German Industrial Production m/m		-0.20%	-0.60%
12:15pm	EUR	French Trade Balance		-4.23B	-4.61B
1:50pm	GBP	MPC Member Haldane Speaks			
3:00pm	GBP	MPC Member Tenreiro Speaks			
6:00pm	USD	Core PPI m/m		0.20%	0.30%
	USD	PPI m/m		0.10%	0.10%
Tentative	USD	IBD/TIPP Economic Optimism		51.2	50.8
11:05pm	USD	FOMC Member Evans Speaks			
11:20pm	USD	Fed Chair Powell Speaks			
9-Oct					
All Day	EUR	Eurogroup Meetings			
8:00pm	USD	Crude Oil Inventories			3.1M
8:30pm	USD	Fed Chair Powell Speaks			
	USD	FOMC Member George Speaks			
10:31pm	USD	10-y Bond Auction			1.74 2.5
11:30pm	USD	FOMC Meeting Minutes			
10-Oct					
5:20am	JPY	Bank Lending y/y		2.10%	2.10%
	JPY	Core Machinery Orders m/m		0.00%	-6.60%
	JPY	PPI y/y		-1.10%	-0.90%
11:30am	EUR	German Trade Balance		19.4B	20.2B
2:00pm	GBP	GDP m/m		0.00%	0.30%
	GBP	Manufacturing Production m/m		0.10%	0.30%
	GBP	Goods Trade Balance		-10.0B	-9.1B
	GBP	Industrial Production m/m		0.00%	0.10%
10th-14th	CNY	New Loans		1350B	1210B
10th-14th	CNY	M2 Money Supply y/y		8.30%	8.20%
2:50pm	GBP	BOE Gov Carney Speaks			
6:00pm	USD	CPI m/m		0.10%	0.10%
	USD	Core CPI m/m		0.20%	0.30%
	USD	Unemployment Claims		215K	219K
Tentative	GBP	NIESR GDP Estimate			0.10%
8:00pm	USD	Natural Gas Storage			112B
11-Oct					
5:20am	JPY	M2 Money Stock y/y		2.40%	2.40%
11:30am	EUR	German Final CPI m/m		0.00%	0.00%
12th-17th	CNY	Foreign Direct Investment ytd/y			6.90%
Tentative	All	OPEC-JMMC Meetings			
7:30pm	USD	Prelim UoM Consumer Sentiment		92	93.2
	USD	Prelim UoM Inflation Expectations			2.80%
10:45pm	USD	FOMC Member Rosengren Speaks			

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