

Base Metals

	Previous	CMP	% Change
Comex Copper	2.568	2.596	1.09
LME Copper	5688.75	5742	0.94
LME Aluminium	1743.75	1748	0.24
LME Zinc	2315	2355	1.73
LME Lead	2139	2149	0.47
LME Nickel	17340	17667	1.89
MCX Copper	437.35	440	0.61
MCX Aluminium	135.3	135.6	0.22
MCX Zinc	182.5	184.3	0.99
MCX Lead	155.7	156.2	0.32
MCX Nickel	1241.2	1258	1.35

Base Metal Related News

Base Metals prices rise after reports that the United States is weighing a currency pact with China as part of a partial deal that could see a planned tariff hike next week being suspended.

China has lowered expectations for significant progress from this week's trade talks with the United States, Chinese government officials told Reuters, even as Trump expressed fresh optimism.

Operations at Las Bambas will be affected by road disruption with supplies being blocked amid anti-mining protests, Chinese miner MMG Ltd said.

China's cabinet unveiled steps to ease growing fiscal strains on local governments, amid a push to cut taxes to support the slowing economy.

A shortage of aluminium in China as domestic supplies fall has boosted prices in Shanghai, which are outperforming those on the LME where weaker demand in the rest of world is reflected, a divergence expected to dominate for some time.

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME Stocks
Copper	287800	2475	151250	-10809	86650	30.37
Aluminium	967100	2325	347634	-4765	182325	18.90
Zinc	63700	-200	82562	2768	16300	25.51
Lead	68975	-100	22756	-3242	2425	3.51
Nickel	110862	-5928	22508	985	59130	50.63

Base Metal Outlook

Base metals are trading higher today. We expect base metal prices to trade positive ahead of high-level talks between US and China set for today. However, on the other side there are high expectation of further interest rate cut in future meeting. Market participants will continue to look for cues from the US-China trade talks as any partial trade deal will remain positive for base metal prices.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
7-Oct					
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	-16.8	-12.9	-11.1
10:30pm	USD	Fed Chair Powell Speaks			
12:30am	USD	Consumer Credit m/m	17.9B	14.9B	23.3B
8-Oct					
7:15am	CNY	Caixin Services PMI	51.3	52.1	52.1
11:30am	EUR	German Industrial Production m/m	0.30%	-0.20%	-0.60%
12:15pm	EUR	French Trade Balance	-5.02B	-4.23B	-4.61B
1:50pm	GBP	MPC Member Haldane Speaks			
3:00pm	GBP	MPC Member Tenreyro Speaks			
6:00pm	USD	Core PPI m/m	-0.30%	0.20%	0.30%
	USD	PPI m/m	-0.30%	0.10%	0.10%
Tentative	USD	IBD/TIPP Economic Optimism	52.6	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	2.9M	1.8M	3.1M
8:30pm	USD	Fed Chair Powell Speaks			
	USD	FOMC Member George Speaks			
10:31pm	USD	10-y Bond Auction	1.59 2.4		1.74 2.5
11:30pm	USD	FOMC Meeting Minutes			
EVENTS FOR TODAY					
5:20am	JPY	Bank Lending y/y	2.00%	2.10%	2.10%
	JPY	Core Machinery Orders m/m	-2.40%	0.00%	-6.60%
	JPY	PPI y/y	-1.10%	-1.10%	-0.90%
11:30am	EUR	German Trade Balance	18.1B	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		95B	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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