

Base Metals

	Previous	CMP	% Change
Comex Copper	2.63	2.622	-0.30
LME Copper	5819.5	5793	-0.46
LME Aluminium	1719.5	1716.7	-0.16
LME Zinc	2417	2431.7	0.61
LME Lead	2136.5	2146	0.44
LME Nickel	17290	16885	-2.34
MCX Copper	444.4	443	-0.32
MCX Aluminium	133.85	133.8	-0.04
MCX Zinc	187	187.5	0.27
MCX Lead	155.35	155.9	0.35
MCX Nickel	1244.3	1228	-1.31

Base Metal Related News

Base Metals prices little changed as market participants continue to digest developments in United States-China trade negotiations.

China's central bank lifted its official yuan midpoint to the highest level following signs of progress in Sino-U.S. trade negotiations that raised hopes for an end to the long trade war.

That increase in pork prices have been a major driver in the overall increase in China's consumer prices which rose 3% YoY in September.

Support for copper came from news that MMG might halt production at its Las Bambas mine in Peru because protesters are blocking access to the site.

The rise in LME spread is because of falling stocks of Nickel in LME-registered warehouses, which have dropped below 100,000 tonnes to their lowest in more than seven years.

China's factory gate prices declined at their fastest pace in more than three years in September

LME Inventory

Commodity	LME Stock		Shanghai Stock		Canceled Warrants	CW as % of LME Stocks
	Change		Change			
Copper	286200	-2375	134509	16401	-900	27.31
Aluminium	975525	2300	319873	5962	-3600	17.73
Zinc	62525	-400	70172	6077	-150	26.91
Lead	69175	300	15622	116	-75	3.25
Nickel	102828	528	23196	742	-5538	40.91

Base Metal Outlook

Base metals are trading mixed today. We expect base metal prices to trade sideways to positive with UK finding its "pathway to a possible deal" on Brexit while there are still doubts about the US-China trade deal limiting gains in prices. Chinese data on loans, investment and industrial production this week will be closely watched by metals markets for clues on demand prospects. One can maintain buy on dips in Metals for the day.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
14-Oct					
All Day	JPY	Bank Holiday			
8:25am	CNY	USD-Denominated Trade Balance	39.7B	35.1B	34.8B
8:28am	CNY	Trade Balance	275B	254B	240B
11:30am	EUR	German WPI m/m	-0.40%	-0.20%	-0.80%
2:30pm	EUR	Industrial Production m/m	0.40%	0.30%	-0.40%
All Day	USD	Bank Holiday			
EVENTS FOR TODAY					
6:00am	JPY	BOJ Gov Kuroda Speaks			
7:00am	CNY	CPI y/y	3.00%	2.90%	2.80%
	CNY	PPI y/y	-1.20%	-1.20%	-0.80%
10:00am	JPY	Revised Industrial Production m/m	-1.20%	-1.20%	-1.20%
15th-17th	CNY	Foreign Direct Investment ytd/y			6.90%
2:30pm	EUR	German ZEW Economic Sentiment		-27	-22.5
	EUR	ZEW Economic Sentiment		-26.7	-22.4
15th-16th	CNY	New Loans	1690B	1350B	1210B
15th-16th	CNY	M2 Money Supply y/y	8.40%	8.30%	8.20%
10:15pm	USD	FOMC Member George Speaks			
12:55am	USD	FOMC Member Bullard Speaks			
16-Oct					
2:00pm	GBP	CPI y/y		1.80%	1.70%
	GBP	Core CPI y/y		1.70%	1.50%
2:30pm	EUR	Final CPI y/y		0.90%	0.90%
	EUR	Final Core CPI y/y		1.00%	1.00%
	EUR	Trade Balance		18.6B	19.0B
6:00pm	USD	Core Retail Sales m/m		0.20%	0.00%
	USD	Retail Sales m/m		0.30%	0.40%
	USD	FOMC Member Evans Speaks			
7:30pm	USD	Business Inventories m/m		0.30%	0.40%
	USD	NAHB Housing Market Index		68	68
10:30pm	EUR	German Buba President Weidmann Speaks			
11:30pm	USD	Beige Book			
12:30am	USD	FOMC Member Brainard Speaks			
17-Oct					
2:00pm	GBP	Retail Sales m/m		-0.10%	-0.20%
6:00pm	USD	Philly Fed Manufacturing Index		7.3	12
	USD	Building Permits		1.34M	1.43M
	USD	Housing Starts		1.32M	1.36M
	USD	Unemployment Claims		212K	210K
6:45pm	USD	Industrial Production m/m		-0.10%	0.60%
	USD	Capacity Utilization Rate		77.70%	77.90%
8:00pm	USD	Natural Gas Storage			98B
8:30pm	USD	Crude Oil Inventories			2.9M
11:30pm	USD	FOMC Member Bowman Speaks			
	USD	FOMC Member Evans Speaks			
1:50am	USD	FOMC Member Williams Speaks			
18-Oct					
7:30am	CNY	GDP q/y		6.10%	6.20%
	CNY	Fixed Asset Investment ytd/y		5.50%	5.50%
	CNY	Industrial Production y/y		5.00%	4.40%
	CNY	NBS Press Conference			
	CNY	Retail Sales y/y		7.80%	7.50%
	CNY	Unemployment Rate			5.20%
7:30pm	USD	FOMC Member George Speaks			
Day 1	All	IMF Meetings			
9:00pm	USD	FOMC Member Clarida Speaks			

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