

Base Metals

| | Previous | CMP | % Change |
|---------------|----------|---------|----------|
| Comex Copper | 2.797 | 2.82 | 0.82 |
| LME Copper | 6169.25 | 6216 | 0.76 |
| LME Aluminium | 1804.5 | 1812 | 0.42 |
| LME Zinc | 2275 | 2291 | 0.70 |
| LME Lead | 1921.75 | 1911 | -0.56 |
| LME Nickel | 14052.5 | 14167.5 | 0.82 |
| MCX Copper | 440.8 | 443.6 | 0.64 |
| MCX Aluminium | 137.2 | 137.6 | 0.29 |
| MCX Zinc | 179.5 | 180.35 | 0.47 |
| MCX Lead | 152.05 | 151.9 | -0.10 |
| MCX Nickel | 1029.3 | 1040 | 1.04 |

Base Metal Related News

Base metal prices lower despite positive factory data in China, as investors looked to collect profits on the last day of the year.

Trump announced via social media platform Twitter on Tuesday that he will sign the phase one trade deal with China on January 15.

The People's Bank of China announced Wednesday that it will once again reduce the amount of cash banks have to keep in reserve. It is cutting the RRR for most financial institutions by 50 basis points — the first time it has done so since September.

Copper prices rallied significantly with optimism over trade talks between Washington and Beijing and economic stimulus measures introduced by Beijing brightening the outlook for copper demand.

The dollar eased further on the Chinese yuan after shedding 1% last month to stand at 6.9630.

LME Inventory

| Commodity | LME Stock | | Shanghai Stock | | Canceled Warrants | CW as % of LME |
|-----------|-----------|-------|----------------|--------|-------------------|----------------|
| | Change | | Change | | | Stocks |
| Copper | 144675 | -1025 | 117245 | 4578 | -1025 | 30.95 |
| Aluminium | 1470075 | -2000 | 218367 | -15529 | -2000 | 38.13 |
| Zinc | 51200 | -25 | 33844 | -3274 | 25 | 16.94 |
| Lead | 66200 | -125 | 45926 | 8951 | -125 | 7.21 |
| Nickel | 153318 | 2628 | 37642 | 272 | -6 | 17.04 |

Base Metal Outlook

Base metals are trading higher in international markets. We expect base metal prices to trade sideways to positive as US said both the countries are expected to sign the trade deal on Jan 15th and later commence with the phase II trade deal however, China hasn't confirmed on the same One can maintain buy on dips in Copper for the day.

2nd January 2020

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| Important Events For The Week | | | | | |
|-------------------------------|-----|----------------------------------|--------|----------|----------|
| | Cur | | Actual | Forecast | Previous |
| 30-Dec | | | | | |
| 30th-31st | EUR | German Retail Sales m/m | | | |
| 7:00pm | USD | Goods Trade Balance | -63.2 | -69.2 | -66.5B |
| | USD | Prelim Wholesale Inventories m/m | 0.00% | 0.20% | 0.10% |
| 8:15pm | USD | Chicago PMI | 48.9 | 48.2 | 46.3 |
| 8:30pm | USD | Pending Home Sales m/m | 1.20% | 1.50% | -1.70% |
| 31-Dec | | | | | |
| All Day | CNY | Manufacturing PMI | 50.2 | 50.1 | 50.2 |
| | CNY | Non-Manufacturing PMI | 53.5 | 54.2 | 54.4 |
| 7:30pm | USD | HPI m/m | | 0.40% | 0.60% |
| 8:30pm | USD | CB Consumer Confidence | | 128 | 125.5 |
| 1-Jan | | | | | |
| All Day | EUR | French Bank Holiday | | | |
| All Day | USD | Bank Holiday | | | |
| EVENTS FOR TODAY | | | | | |
| All Day | JPY | Bank Holiday | | | |
| 7:15am | CNY | Caixin Manufacturing PMI | 51.5 | 51.6 | 51.8 |
| 1:45pm | EUR | Spanish Manufacturing PMI | 47.4 | 46.8 | 47.5 |
| 2:15pm | EUR | Italian Manufacturing PMI | 46.2 | 47.3 | 47.6 |
| 2:20pm | EUR | French Final Manufacturing PMI | 50.4 | 50.3 | 50.3 |
| 2:25pm | EUR | German Final Manufacturing PMI | 43.7 | 43.4 | 43.4 |
| 2:30pm | EUR | Final Manufacturing PMI | 46.3 | 45.9 | 45.9 |
| 3:00pm | GBP | Final Manufacturing PMI | | 47.4 | 47.4 |
| 7:00pm | USD | Unemployment Claims | | 225K | 222K |
| 8:15pm | USD | Final Manufacturing PMI | | 52.5 | 52.5 |
| 3-Jan | | | | | |
| All Day | JPY | Bank Holiday | | | |
| All Day | EUR | German Prelim CPI m/m | | 0.40% | -0.80% |
| 2:30pm | EUR | M3 Money Supply y/y | | 5.70% | 5.60% |
| | EUR | Private Loans y/y | | 3.60% | 3.50% |
| 3:00pm | GBP | Construction PMI | | 45.8 | 45.3 |
| 8:30pm | USD | ISM Manufacturing PMI | | 49 | 48.1 |
| | USD | ISM Manufacturing Prices | | 47.5 | 46.7 |
| All Day | USD | Wards Total Vehicle Sales | | 17 | 17.1 |
| 9:00pm | USD | Natural Gas Storage | | -65B | -161B |
| 9:30pm | USD | Crude Oil Inventories | | -3.1M | -5.5M |

2nd January 2020

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