

Base Metals

	Previous	CMP	% Change
Comex Copper	2.799	2.805	0.21
LME Copper	6162.75	6179.5	0.27
LME Aluminium	1803	1804	0.06
LME Zinc	2364.5	2364	-0.02
LME Lead	1930.75	1933	0.12
LME Nickel	14115	14127.5	0.09
MCX Copper	449.95	448.3	-0.37
MCX Aluminium	141.1	141.4	0.21
MCX Zinc	181.25	181.55	0.17
MCX Lead	151.9	151.8	-0.07
MCX Nickel	1037.4	1035.6	-0.17

Base Metal Related News

Base metals neutral as investors await the signing of the so-called phase-one trade deal between the U.S. and China.

A phase-one U.S.-China trade deal is tentatively scheduled to be signed by U.S. President Donald Trump on Wednesday.

The dollar index, which gauges the strength of the US dollar against a basket of foreign currencies, against a reading of 96.76 at a similar time week go.

Copper production in Democratic Republic of Congo rose 15.9% year-on-year to 1.308 million tonnes for the period from January to November 2019

China's new energy vehicle sales grew sharply slower in 2019, as Beijing slashed subsidies, trying to wean the sector off government support.

The CPCA said that 1.06 million new energy passenger vehicles were sold in China in 2019 in terms of wholesale volume, up 5.1% from 2018. This marked a substantial deceleration from 2018, when sales jumped 88.5%.

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME Stocks
Copper	135800	-2600	141317	17670	-1975	29.57
Aluminium	1422625	-13725	188027	2900	-7575	35.69
Zinc	51375	1200	30806	2752	-275	16.39
Lead	66525	0	44762	200	0	7.03
Nickel	167910	1812	37304	-103	732	17.26

Base Metal Outlook

Base metals are trading mixed in international markets. We expect base metal prices to trade lower as markets are focusing back to the global economic outlook and upcoming today's release of December jobs report. One can maintain sell on rise in Copper and Nickel for the day.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
6-Jan					
6:00am	JPY	Final Manufacturing PMI			48.8
7:15am	CNY	Caixin Services PMI	52.5	53.2	53.5
12:30pm	EUR	German Retail Sales m/m	2.10%	1.10%	-1.90%
All Day	EUR	Italian Bank Holiday			
1:45pm	EUR	Spanish Services PMI	54.9	53.9	53.2
2:30pm	EUR	Final Services PMI	52.8	52.4	52.4
3:00pm	EUR	Sentix Investor Confidence	7.6	3	0.7
	GBP	Final Services PMI	50	49.1	49
3:30pm	EUR	PPI m/m	0.20%	0.10%	0.10%
8:15pm	USD	Final Services PMI	52.8	52.2	52.2
7-Jan					
3:30pm	EUR	CPI Flash Estimate y/y	1.30%	1.30%	1.00%
	EUR	Core CPI Flash Estimate y/y	1.30%	1.30%	1.30%
	EUR	Retail Sales m/m	0.20%	0.60%	-0.60%
7:00pm	USD	Trade Balance	-43.1B	-44.5B	-47.2B
8:30pm	USD	ISM Non-Manufacturing PMI	55	54.5	53.9
	USD	Factory Orders m/m	-0.70%	-0.60%	0.30%
8-Jan					
10:30am	JPY	Consumer Confidence	39.1	39.6	38.7
12:30pm	EUR	German Factory Orders m/m	-1.30%	0.20%	-0.40%
6:45pm	USD	ADP Non-Farm Employment Change	202K	160K	67K
8:30pm	USD	FOMC Member Brainard Speaks			
9:00pm	USD	Crude Oil Inventories	1.2M	-3.4M	-11.5M
11:31pm	USD	10-y Bond Auction			1.84 2.4
EVENTS FOR TODAY					
7:00am	CNY	CPI y/y	4.50%	4.70%	4.50%
	CNY	PPI y/y	-0.50%	-0.40%	-1.40%
12:30pm	EUR	German Industrial Production m/m		0.90%	-1.70%
	EUR	German Trade Balance		20.9B	20.6B
3:30pm	EUR	Unemployment Rate		7.50%	7.50%
6:30pm	USD	FOMC Member Clarida Speaks			
7:00pm	USD	Unemployment Claims		221K	222K
9:00pm	USD	Natural Gas Storage		-51B	-58B
10:00pm	USD	FOMC Member Williams Speaks			
11:31pm	USD	30-y Bond Auction			2.31 2.5
EVENTS FOR TODAY					
10th-15th	CNY	New Loans		1250B	1390B
10th-15th	CNY	M2 Money Supply y/y		8.40%	8.20%
7:00pm	USD	Average Hourly Earnings m/m		0.30%	0.20%
	USD	Non-Farm Employment Change		162K	266K
	USD	Unemployment Rate		3.50%	3.50%
8:30pm	USD	Final Wholesale Inventories m/m		0.00%	0.00%

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