

Base Metals

	Previous	CMP	% Change
Comex Copper	2.852	2.869	0.60
LME Copper	6268.75	6309	0.64
LME Aluminium	1808.5	1812.25	0.21
LME Zinc	2398.25	2419	0.87
LME Lead	1983.5	1976.25	-0.37
LME Nickel	13797.5	13900	0.74
MCX Copper	452.25	454.2	0.43
MCX Alumini	140.45	140.8	0.25
MCX Zincmini	182.85	183.5	0.36
MCX Leadmini	151.8	151.6	-0.13
MCX Nickel	1015.2	1022	0.67

Base Metal Related News

Base metals erase gains as the market still seems to be measuring the implications of the trade deal after the signing of the phase I agreement.

Market participants were also cautious this morning following the release of a slew of Chinese economic that showed year-on-year declines in the GDP figures, retail sales and industrial production

Deliverable lead stocks at Shanghai Futures Exchange-approved warehouses plunged by 32.3% in the week to Friday after restocking demand from downstream plants ahead of the Chinese New Year holidays.

China NBS said that the economy faces mounting downward pressure, and the country will take coordinated steps to ensure steady economic growth.

China full-year aluminium production was 35.04 million tons, down from a record in 2018 and breaking a run of annual growth since 2010.

Copper production last year in Peru, the world's no.2 copper producer, rose 4% annually to 2.5 million tonnes.

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME Stocks
Copper	125250	-1525	134812	1067	39250	31.34
Aluminium	1337775	-13150	220087	26188	683250	51.07
Zinc	51450	-125	40433	8666	7775	15.11
Lead	66250	-125	28306	-13494	12825	19.36
Nickel	182934	-78	36434	-469	54318	29.69

Base Metal Outlook

Base metals are trading higher in international markets. We expect base metal prices to trade positive after China economic improves sentiments as data came in slightly better than expected. However, worries persists if the recovery would be sustainable. One can maintain buy on dips strategy in base metals for the day. During the evening session, US releases major economic data like housing starts and building permits and industrial production.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
13-Jan					
12:30pm	EUR	German WPI m/m	0%	0.20%	-0.10%
3:00pm	GBP	GDP m/m	-0.30%	0.00%	0.00%
	GBP	Industrial Production m/m	-1.20%	-0.10%	0.10%
14-Jan					
Tentative	CNY	Trade Balance	329B	315B	274B
14th-18th	CNY	Foreign Direct Investment ytd/y			6.00%
10:30am	JPY	Economy Watchers Sentiment	39.8	40.9	39.4
14th-15th	CNY	M2 Money Supply y/y		8.40%	8.20%
4:30pm	USD	NFIB Small Business Index	102.9	104.9	104.7
7:00pm	USD	CPI m/m	0.20%	0.20%	0.30%
	USD	Core CPI m/m	0.10%	0.20%	0.20%
7:30pm	USD	FOMC Member Williams Speaks			
Tentative	USD	IBD/TIPP Economic Optimism	57.4	57.3	57
15-Jan					
5:20am	JPY	M2 Money Stock y/y	2.70%	2.70%	2.80%
6:00am	JPY	BOJ Gov Kuroda Speaks			
3:00pm	GBP	CPI y/y	1.30%	1.50%	1.50%
	GBP	Core CPI y/y	1.40%	1.70%	1.70%
3:30pm	EUR	Industrial Production m/m	0.20%	0.30%	-0.50%
	EUR	Trade Balance	19.2B	22.3B	24.5B
7:00pm	USD	Core PPI m/m	0.10%	0.20%	-0.20%
	USD	PPI m/m	0.10%	0.20%	0.00%
	USD	Empire State Manufacturing Index	4.8	4.1	3.5
9:00pm	USD	Crude Oil Inventories	-2.5M		1.2M
9:30pm	USD	FOMC Member Harker Speaks			
10:30pm	USD	FOMC Member Kaplan Speaks			
12:30am	USD	Beige Book			
16-Jan					
5:20am	JPY	Core Machinery Orders m/m	18.00%	3.10%	-6.00%
	JPY	PPI y/y	0.90%	0.90%	0.10%
12:30pm	EUR	German Final CPI m/m	0.50%	0.50%	0.50%
7:00pm	USD	Core Retail Sales m/m	0.70%	0.50%	0.10%
	USD	Retail Sales m/m	0.30%	0.30%	0.20%
	USD	Philly Fed Manufacturing Index	17	3.7	0.3
	USD	Unemployment Claims	204K	217K	214K
8:30pm	USD	FOMC Member Bowman Speaks			
	USD	Business Inventories m/m	-0.20%	-0.10%	0.20%
	USD	NAHB Housing Market Index	75	74	76
9:00pm	USD	Natural Gas Storage	-109B	-91B	-44B
11:30pm	EUR	ECB President Lagarde Speaks			
EVENTS FOR TODAY					
7:30am	CNY	GDP q/y	6.00%	6.00%	6.00%
	CNY	Fixed Asset Investment ytd/y	5.40%	5.20%	5.20%
	CNY	Industrial Production y/y	6.90%	6.20%	6.20%
	CNY	NBS Press Conference			
	CNY	Retail Sales y/y	8.00%	7.90%	8.00%
	CNY	Unemployment Rate	5.20%		5.10%
10:00am	JPY	Tertiary Industry Activity m/m	1.30%	1.00%	-4.60%
2:30pm	EUR	Current Account	33.9B	34.3B	32.4B
3:00pm	GBP	Retail Sales m/m	-0.60%	0.80%	-0.60%
3:30pm	EUR	Final CPI y/y		1.30%	1.30%
	EUR	Final Core CPI y/y		1.30%	1.30%
7:00pm	USD	Building Permits		1.47M	1.48M
	USD	Housing Starts		1.38M	1.37M
7:30pm	USD	FOMC Member Harker Speaks			
7:45pm	USD	Capacity Utilization Rate		77.20%	77.30%
	USD	Industrial Production m/m		0.00%	1.10%
8:30pm	USD	Prelim UoM Consumer Sentiment		99.2	99.3
	USD	Prelim UoM Inflation Expectations			2.30%
11:15pm	USD	FOMC Member Quarles Speaks			

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