

### Base Metals

	Previous	CMP	% Change
Comex Copper	2.791	2.788	-0.11
LME Copper	6145.75	6139.5	-0.10
LME Aluminium	1826	1829.5	0.19
LME Zinc	2453.25	2456.25	0.12
LME Lead	1961.25	1973	0.60
LME Nickel	13672.5	13767.5	0.69
MCX Copper	452.55	453	0.10
MCX Alumini	142.05	142.35	0.21
MCX Zincmini	182.55	184.1	0.85
MCX Leadmini	151.75	151.9	0.10
MCX Nickel	1015.5	1024	0.84

### Base Metal Related News

Base metals fell with the complex clawing back some of the losses registered earlier this week.

China has confirmed more than 300 cases of the virus, including six deaths, and there is the potential for further spread of the virus as people travel for Chinese New Year.

European aluminium premiums edged up this week despite the backwardation seen in nearby LME spreads, while rates in the United States declined to a near 23-month low amid quiet spot conditions.

Chilean miner Antofagasta Plc on Wednesday reported a 5.8% drop in fourth-quarter copper production, plagued by supply and transportation disruptions because of civil unrest in Chile that started in October last year.

China imported 4.32 million mt of nickel ore and concentrate last month, down 27.91% from November but up 94.2% from the same month of 2018, according to SMM calculations based on data from China customs.

### LME Inventory

Commodity	LME Stock		Shanghai Stock		Canceled Warrants	CW as % of LME Stocks
	Stock	Change	Stock	Change		
Copper	195375	32450	134812	1067	35050	17.94
Aluminium	1289550	-16550	220087	26188	641850	49.77
Zinc	50700	-200	40433	8666	7225	14.25
Lead	66200	-50	28306	-13494	7650	11.56
Nickel	187914	1590	36434	-469	59958	31.91

### Base Metal Outlook

Base metals are trading higher in international markets. We expect base metal prices to trade sideways to positive as the liquidity remains low ahead of Chinese New Year holiday and after Trump positive comments on trade deal. During the evening session we have US existing homes data to be released. One can maintain buy on dips in Zinc for the day

Important Events For The Week					
	Cur		Actual	Forecast	Previous
<b>20-Jan</b>					
20th-23rd	CNY	Foreign Direct Investment ytd/y			6.00%
10:00am	JPY	Revised Industrial Production m/m	-1.00%	-0.90%	-0.90%
12:30pm	EUR	German PPI m/m	0.10%	0.00%	0.00%
All Day	EUR	Eurogroup Meetings			
All Day	USD	Bank Holiday			
<b>21-Jan</b>					
Tentative	JPY	BOJ Outlook Report			
Tentative	JPY	Monetary Policy Statement			
Tentative	JPY	BOJ Policy Rate	-0.10%	-0.10%	-0.10%
Tentative	JPY	BOJ Press Conference			
Day 1	All	WEF Annual Meetings			
3:00pm	GBP	Average Earnings Index 3m/y	3.20%	3.10%	3.20%
	GBP	Claimant Count Change	14.9k	33.4K	28.8K
	GBP	Unemployment Rate	3.80%	3.80%	3.80%
3:30pm	EUR	German ZEW Economic Sentiment	26.7	15.2	10.7
	EUR	ZEW Economic Sentiment	25.6	16.3	11.2
<b>EVENTS FOR TODAY</b>					
Day 2	All	WEF Annual Meetings			
7:30pm	USD	HPI m/m		0.30%	0.20%
8:30pm	USD	Existing Home Sales		5.43M	5.35M
<b>23-Jan</b>					
5:20am	JPY	Trade Balance		-0.24T	-0.06T
10:00am	JPY	All Industries Activity m/m		0.40%	-4.30%
Day 3	All	WEF Annual Meetings			
6:15pm	EUR	Main Refinancing Rate		0.00%	0.00%
7:00pm	EUR	ECB Press Conference			
	USD	Unemployment Claims		214K	204K
8:30pm	EUR	Consumer Confidence		-8	-8
9:00pm	USD	Natural Gas Storage			-109B
9:30pm	USD	Crude Oil Inventories			-2.5M
<b>24-Jan</b>					
6:00am	JPY	Flash Manufacturing PMI		48.9	48.4
1:45pm	EUR	French Flash Services PMI		52.2	52.4
	EUR	French Flash Manufacturing PMI		50.5	50.4
2:00pm	EUR	German Flash Manufacturing PMI		44.6	43.7
	EUR	German Flash Services PMI		53.2	52.9
	GBP	MPC Member Haskel Speaks			
2:30pm	EUR	Flash Manufacturing PMI		46.9	46.3
	EUR	Flash Services PMI		52.9	52.8
Day 4	All	WEF Annual Meetings			
3:00pm	EUR	ECB President Lagarde Speaks			
	GBP	Flash Manufacturing PMI		48.8	47.5
	GBP	Flash Services PMI		51.1	50
7:30pm	EUR	Belgian NBB Business Climate		-3.2	-3.4
8:15pm	USD	Flash Manufacturing PMI		52.6	52.4
	USD	Flash Services PMI		52.5	52.8

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Narnolia Financial Advisors Ltd | Market Strategy Desk

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