

Base Metals

	Previous	CMP	% Change
Comex Copper	2.575	2.58	0.19
LME Copper	5721	5721	0.00
LME Aluminium	1724	1714.75	-0.54
LME Zinc	2221	2186	-1.58
LME Lead	1827.25	1820	-0.40
LME Nickel	13207.5	13097	-0.84
MCX Copper	434.5	434.8	0.07
MCX Alumini	137.35	136.8	-0.40
MCX Zincmini	173.7	171.65	-1.18
MCX Leadmini	145.35	145	-0.24
MCX Nickel	964.5	958.8	-0.59

Base Metal Related News

Base metals prices rise on optimism over the emergence of a potential treatment for the novel coronavirus that is spreading across the world.

Copper prices rose on Thursday, driven by concerns about a potential supply shortage of refined metals due to transport restrictions in China aimed at containing a virus outbreak.

Nickel futures prices edged higher after two consecutive days of substantial gains, as concerns grew about NPI production in China and nickel ore supply from the Philippines amid the novel coronavirus outbreak.

Copper on the LME closed at \$5,722 per tonne with the price showing a 1.7% increase against some 24,780 lots exchanged by the close, the third consecutive day that LME copper trading has exceeded 24,000 lots.

China's refined nickel production in January fell by 33.4% from the previous month to 10,650 tonnes as the coronavirus outbreak hits consumption of the metal, research house Antaika said on Thursday

LME Inventory

Commodity	LME Stock		Shanghai Stock		Canceled Warrants	CW as % of LME Stocks
	Stock	Change	Stock	Change		
Copper	174800	-1775	134812	1067	40775	23.33
Aluminium	1253264	-16800	220087	26188	411850	32.86
Zinc	52950	3325	40433	8666	7400	13.98
Lead	66725	-25	28306	-13494	8225	12.33
Nickel	200424	-30	36434	-469	75984	37.91

Base Metal Outlook

Base metals are trading lower in international markets. We expect base metal prices to sideways to negative as China said it will lower levies on \$75 billion of U.S. goods next week, likely satisfying part of the interim trade deal and China's central banks liquidity infusion providing some respite. However, despite firm prices, outlook still remains bearish as China might lower its growth target for 2020.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
3-Feb					
6:00am	JPY	Final Manufacturing PMI	48.8	49.3	49.3
7:15am	CNY	Caixin Manufacturing PMI	51.1	51	51.5
2:25pm	EUR	German Final Manufacturing PMI	45.3	45.2	45.2
2:30pm	EUR	Final Manufacturing PMI	47.9	47.8	47.8
3:00pm	GBP	Final Manufacturing PMI	50	49.8	49.8
8:15pm	USD	Final Manufacturing PMI	51.9	51.7	51.7
8:30pm	USD	ISM Manufacturing PMI	50.9	48.5	47.2
	USD	Construction Spending m/m	-0.20%	0.50%	0.60%
	USD	ISM Manufacturing Prices	53.3	52	51.7
All Day	USD	Wards Total Vehicle Sales	16.8M		16.7M
4-Feb					
3:00pm	GBP	Construction PMI	48.4	48.1	44.4
3:30pm	EUR	PPI m/m	0.00%	0.10%	0.20%
8:30pm	USD	Factory Orders m/m	1.80%	0.70%	-0.70%
Tentative	USD	IBD/TIPP Economic Optimism	59.8	58.3	57.4
5-Feb					
7:15am	CNY	Caixin Services PMI	51.8	52	52.5
2:25pm	EUR	German Final Services PMI	54.2	54.2	54.2
2:30pm	EUR	Final Services PMI	52.5	52.2	52.2
3:00pm	GBP	Final Services PMI	53.9	52.9	52.9
3:30pm	EUR	Retail Sales m/m	-1.60%	-0.50%	1.00%
5:45pm	EUR	ECB President Lagarde Speaks			
6:45pm	USD	ADP Non-Farm Employment Change	291K	150K	202K
7:00pm	USD	Trade Balance	-48.9B	-47.4B	-43.1B
8:15pm	USD	Final Services PMI	53.4	53.2	53.2
8:30pm	USD	ISM Non-Manufacturing PMI	55.5	55.1	55
9:00pm	USD	Crude Oil Inventories	3.4M	2.9M	3.5M
EVENTS FOR TODAY					
12:30pm	EUR	German Factory Orders m/m	-2.10%	0.60%	-1.30%
1:30pm	EUR	ECB President Lagarde Speaks			
3:30pm	EUR	EU Economic Forecasts			
Tentative	EUR	French 10-y Bond Auction			
6:00pm	USD	Challenger Job Cuts y/y			-25.20%
7:00pm	USD	Prelim Nonfarm Productivity q/q		1.40%	-0.20%
	USD	Unemployment Claims		210K	216K
7:45pm	USD	FOMC Member Kaplan Speaks			
9:00pm	USD	Natural Gas Storage		-123B	-201B
7-Feb					
5:00am	JPY	Average Cash Earnings y/y		-0.10%	0.10%
	JPY	Household Spending y/y		-1.50%	-2.00%
5:45am	USD	FOMC Member Quarles Speaks			
Tentative	CNY	Trade Balance			329B
Tentative	CNY	USD-Denominated Trade Balance		36.8B	46.8B
12:30pm	EUR	German Industrial Production m/m		-0.20%	1.10%
	EUR	German Trade Balance		16.4B	18.3B
7:00pm	USD	Average Hourly Earnings m/m		0.30%	0.10%
	USD	Non-Farm Employment Change		160K	145K
	USD	Unemployment Rate		3.50%	3.50%
8:30pm	USD	Final Wholesale Inventories m/m		-0.10%	-0.10%

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Correspondence Office Address: Arch Waterfront, 5th Floor, Block GP, Saltlake, Sector 5, Kolkata 700 091; Tel No.: 033-40541700; www.narnolia.com.

Registered Office Address: Marble Arch, Office 201, 2nd Floor, 236B, AIC Bose Road, Kolkata 700 020; Tel No.: 033-4050 1500; www.narnolia.com

Compliance Officer: Manish Kr Agarwal, Email ID: mkaragwal@narnolia.com, Contact No.:033-40541700.

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