

Base Metals

	Previous	CMP	% Change
Comex Copper	2.585	2.592	0.27
LME Copper	5658.25	5713.5	0.98
LME Aluminium	1727.5	1732	0.26
LME Zinc	1988.25	1990.5	0.11
LME Lead	1835.5	1842.35	0.37
LME Nickel	12687.5	12740	0.41
MCX Copper	425.65	428.2	0.60
MCX Alumini	137.55	137.9	0.25
MCX Zincmini	154.15	154.65	0.32
MCX Leadmini	143.65	143.8	0.10
MCX Nickel	936.4	942.3	0.63

Base Metal Related News

Base metals prices supported by the U.S. Federal Reserve's move to cut interest rates by half a percentage point

The World Health Organization warned of a global shortage and price gouging for protective equipment to fight the fast-spreading coronavirus as the virus spread to some 80 nations and infected around 91,000 people.

The European Central Bank is preparing possible measures to provide liquidity to businesses hit by the economic fallout of the outbreak, sources told Reuters.

China's Caixin services purchasing managers' index, an indicator of economic health, slid to 26.5 in February, sharply down from the previous reading of 51.8. A reading below 50 indicates industry contraction.

The US Midwest aluminium premium fell in the week ended to its lowest since February 2018, but other global premiums remained well supported by the contango in nearby spreads on the London Metal Exchange.

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME Stocks
Copper	211250	-5725	274879	56484	55000	26.04
Aluminium	1056889	-10500	368300	36133	269525	25.50
Zinc	75025	-175	138651	23882	3525	4.70
Lead	68575	475	36337	9513	11975	17.46
Nickel	235254	-114	35749	-411	84474	35.91

Base Metal Outlook

Base metals are trading higher in international markets. We expect base metal prices to trade sideways to positive as the US Fed surprise rate cut did little and was not enough to arrest the downfall in economic growth. However, any such rebound is expected to be limited. One can maintain sell on rise in Metals for the day.

4th March 2020

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Important Events For The Week					
	Cur		Actual	Forecast	Previous
2-Mar					
6:00am	JPY	Final Manufacturing PMI	47.8	47.6	47.6
7:15am	CNY	Caixin Manufacturing PMI	40.3	46.1	51.1
2:25pm	EUR	German Final Manufacturing PMI	48	47.8	47.8
2:30pm	EUR	Final Manufacturing PMI	49.2	49.1	49.1
3:00pm	GBP	Final Manufacturing PMI	51.7	51.9	51.9
8:15pm	USD	Final Manufacturing PMI	50.7	50.8	50.8
8:30pm	USD	ISM Manufacturing PMI	50.1	50.5	50.9
	USD	Construction Spending m/m	1.80%	0.60%	-0.20%
	USD	ISM Manufacturing Prices	45.9	51.2	53.3
3-Mar					
5:20am	JPY	Monetary Base y/y	3.60%	3.00%	2.90%
9:05am	JPY	10-y Bond Auction			-0.05 3.6
10:30am	JPY	Consumer Confidence	38.4	38.4	39.1
3:00pm	GBP	BOE Gov Carney Speaks			
	GBP	Construction PMI	52.6	49	48.4
3:30pm	EUR	CPI Flash Estimate y/y	1.20%	1.40%	1.40%
	EUR	Core CPI Flash Estimate y/y	1.20%	1.10%	1.10%
	EUR	PPI m/m	0.40%	0.50%	0.00%
	EUR	Unemployment Rate	7.40%	7.40%	7.40%
8:30pm	USD	IBD/TIPP Economic Optimism	53.9	58.1	59.8
All Day	USD	Wards Total Vehicle Sales	16.8M	16.8M	16.8M
10:45pm	USD	FOMC Member Quarles Speaks			
EVENTS FOR TODAY					
7:15am	CNY	Caixin Services PMI	26.5	48	51.8
12:30pm	EUR	German Retail Sales m/m	0.90%	1.10%	-3.30%
2:25pm	EUR	German Final Services PMI	52.5	53.3	53.3
2:30pm	EUR	Final Services PMI	52.6	52.8	52.8
3:00pm	GBP	Final Services PMI	53.2	53.2	53.3
3:30pm	EUR	Retail Sales m/m		0.60%	-1.60%
6:45pm	USD	ADP Non-Farm Employment Change		170K	291K
8:15pm	USD	Final Services PMI		49.4	49.4
8:30pm	USD	ISM Non-Manufacturing PMI		55.1	55.5
5-Mar					
All Day	All	OPEC Meetings			
7:00pm	USD	Unemployment Claims		213K	219K
8:30pm	USD	Factory Orders m/m		-0.20%	1.80%
	USD	Natural Gas Storage			-143B
10:30pm	GBP	BOE Gov Carney Speaks			
6-Mar					
5:00am	USD	FOMC Member Kaplan Speaks			
6:30am	USD	FOMC Member Kashkari Speaks			
7:15am	USD	FOMC Member Williams Speaks			
12:30pm	EUR	German Factory Orders m/m		1.50%	-2.10%
All Day	All	OPEC-JMMC Meetings			
7:00pm	USD	Average Hourly Earnings m/m		0.30%	0.20%
	USD	Non-Farm Employment Change		185K	225K
	USD	Unemployment Rate		3.50%	3.60%
	USD	Trade Balance		-48.8B	-48.9B
8:30pm	USD	Final Wholesale Inventories m/m		-0.20%	-0.20%

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