

Base Metals

	Previous	CMP	% Change
Comex Copper	2.464	2.437	-1.10
LME Copper	5382.25	5404.5	0.41
LME Aluminium	1547.25	1538.5	-0.57
LME Zinc	1987	1981	-0.30
LME Lead	1663.75	1663.5	-0.02
LME Nickel	12375	12455	0.65
MCX Copper	416.2	417.75	0.37
MCX Aluminium	131.7	131.45	-0.19
MCX Zinc	159	158.95	-0.03
MCX Lead	133.1	133.2	0.08
MCX Nickel	940.4	945.6	0.55

Base Metal Related News

Base metal prices rose on Monday on solid manufacturing data from China and a milder-than-expected response by the U.S. President Donald Trump on China's security legislation for Hong Kong.

Trump on Friday ordered the process of eliminating special U.S. treatment for Hong Kong but did not undermine the U.S.-China Phase 1 trade deal. Markets had feared any tariff row would further deteriorate the global economy and metals demand.

China's factory activity unexpectedly returned to growth in May, while a similar survey for bigger Chinese firms showed more activity in the services and construction sectors

Concerns over the availability of nickel for the battery sector increase from 2022, when electric vehicle (EV) growth picks up again after a period of weak consumer confidence caused by Covid-1

Codelco's profits fell by 85.5% year on year in the first quarter of 2020, the company said on Friday May 29, due to lower copper prices brought about by the global spread of the novel coronavirus.

LME Inventory (01/06/2020)

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME
						Stocks
Copper	258050	-6075	144988	-30837	-6125	33.28
Aluminium	1508539	-4850	296305	-25755	-5800	10.77
Zinc	74400	-1775	107445	-3844	-1075	4.37
Lead	74126	-325	8622	1221	-325	20.44
Nickel	234663	318	25461	312	0	16.18

Base Metal Outlook

Base metals are trading mixed today. We expect prices to trade positive as manufacturing releases of the global countries are expected to release better than expected and demand for industrial metals may increase as lockdown restriction eases in major consuming countries.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
01-Jun					
7:15am	CNY	Caixin Manufacturing PMI	50.7	49.7	49.4
12:45pm	EUR	Spanish Manufacturing PMI	38.3	38.5	30.8
1:15pm	EUR	Italian Manufacturing PMI	45.4	35.5	31.1
1:20pm	EUR	French Final Manufacturing PMI	40.6	40.3	40.3
1:25pm	EUR	German Final Manufacturing PMI	36.6	36.8	36.8
1:30pm	EUR	Final Manufacturing PMI	39.4	39.5	39.5
2:00pm	GBP	Final Manufacturing PMI	40.7	40.7	40.6
7:15pm	USD	Final Manufacturing PMI		39.8	39.8
7:30pm	USD	ISM Manufacturing PMI		43.5	41.5
	USD	Construction Spending m/m		-6.50%	0.90%
	USD	ISM Manufacturing Prices		40	35.3
02-Jun					
11:30am	GBP	Nationwide HPI m/m		-1.00%	0.70%
All Day	EUR	Italian Bank Holiday			
All Day	USD	Wards Total Vehicle Sales			8.6M
03-Jun					
7:15am	CNY	Caixin Services PMI		47.4	44.4
12:45pm	EUR	Spanish Services PMI		24	7.1
1:15pm	EUR	Italian Services PMI		26.2	10.8
1:20pm	EUR	French Final Services PMI		29.4	29.4
1:25pm	EUR	German Final Services PMI		31.4	31.4
	EUR	German Unemployment Change		188K	373K
1:30pm	EUR	Final Services PMI		28.7	28.7
2:00pm	GBP	Final Services PMI		27.9	27.8
2:30pm	EUR	PPI m/m		-1.50%	-1.50%
	EUR	Unemployment Rate		8.20%	7.40%
5:45pm	USD	ADP Non-Farm Employment Change		-9500K	-20236K
7:15pm	USD	Final Services PMI		36.9	36.9
7:30pm	USD	ISM Non-Manufacturing PMI		44	41.8
	USD	Factory Orders m/m		-15.00%	-10.30%
8:00pm	USD	Crude Oil Inventories			7.9M
04-Jun					
		Monetary Policy Statement			
	USD	ECB Press Conference			
		Unemployment Claims			2123K
	EUR	Revised Nonfarm Productivity q/q		-2.50%	-2.50%
1:30pm	EUR	Revised Unit Labor Costs q/q		4.80%	4.80%
	EUR	Trade Balance		-41.5B	-44.4B
2:30pm	EUR	Natural Gas Storage			109B
05-Jun					
11:30am	EUR	German Factory Orders m/m		-20.00%	-15.60%
1:00pm	GBP	Halifax HPI m/m		-0.70%	-0.60%
1:30pm	EUR	Italian Retail Sales m/m		-10.00%	-20.50%
6:00pm	USD	Average Hourly Earnings m/m		1.00%	4.70%
	USD	Non-Farm Employment Change		-8000K	-20500K
	USD	Unemployment Rate		19.50%	14.70%

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