

## Base Metals

	Previous	CMP	% Change
Comex Copper	2.717	2.746	1.07
LME Copper	6016.5	6074	0.96
LME Aluminium	1613.5	1622	0.53
LME Zinc	2033.75	2048.25	0.71
LME Lead	1786	1798	0.67
LME Nickel	12970	13252.5	2.18
MCX Copper	459.1	464.25	1.12
MCX Aluminium	136.6	137.1	0.37
MCX Zinc	162.05	163.4	0.83
MCX Lead	143.15	143.9	0.52
MCX Nickel	976.7	991	1.46

## Base Metal Related News

Base Metals prices rose alongside equities markets on Monday, riding on hopes of a pickup in pace of China's economic recovery and more stimulus steps to support the global economy

Asian shares hit four-month peaks and Chinese blue chips jumped to their five-year high, as investors counted on a revival in Chinese activity to sustain global economic growth, despite surging U.S. coronavirus cases.

Chile's Codelco will temporarily halt construction to expand its El Teniente mine to combat the outbreak, while unions at its Chuquibambilla mine voted for a seven-day on, seven-day off shift schedule to reduce worker exposure to the virus.

LME cash copper flipped to a premium of \$6.50 a tonne over the three-month contract CMCU0-3, after having stayed in discount since May 2019, indicating tight nearby supplies.

Germany factory orders rebounded by 10.4% month on month in May, after a 26.2% fall in April, but were expected to rise 15.1%

SHFE Lead stocks saw increase of 4,029 tonnes (17.3%) to 27,362 tonnes.

## LME Inventory

Commodity	LME Stock		Shanghai Stock		Canceled Warrants	CW as % of LME Stocks
	Stock	Change	Stock	Change		
Copper	206375	-4325	105046	-9998	-4325	46.35
Aluminium	1629275	-4500	253432	-14988	10575	10.53
Zinc	122525	0	98502	909	650	6.30
Lead	64175	-1625	22930	338	-1300	28.87
Nickel	234264	-48	27121	626	-48	23.77

## Base Metal Outlook

Base metals are trading higher today. We expect prices to trade sideways to positive as we are cautiously optimistic for the short term on better economic data from China however demand faces a challenge on rising coronavirus cases in US. A positive US ISM Non-manufacturing data will help the prices remain higher.

6th July 2020

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Important Events For The Week					
	Cur		Actual	Forecast	Previous
<b>06-Jul</b>					
11:30am	EUR	German Factory Orders m/m	10.40%	15.10%	-25.80%
2:00pm	EUR	Sentix Investor Confidence		-10.8	-2480.00%
2:30pm	EUR	Retail Sales m/m		15.00%	-11.70%
7:15pm	USD	Final Services PMI		47	46.7
7:30pm	USD	ISM Non-Manufacturing PMI		50	45.4
<b>07-Jul</b>					
11:30am	EUR	German Industrial Production m/m		10.10%	-17.90%
7:30pm	USD	IBD/TIPP Economic Optimism		48.2	47
	USD	JOLTS Job Openings		4.80M	5.05M
10:30pm	USD	FOMC Member Quarles Speaks			
<b>08-Jul</b>					
Tentative	EUR	EU Economic Forecasts			
8:00pm	USD	Crude Oil Inventories			-7.2M
10:31pm	USD	10-y Bond Auction			0.83 2.3
12:30am	USD	Consumer Credit m/m		-15.0B	-68.8B
<b>09-Jul</b>					
7:00am	CNY	CPI y/y		2.50%	2.40%
	CNY	PPI y/y		-3.20%	-3.70%
11:30am	EUR	German Trade Balance		6.6B	3.2B
All Day	EUR	Eurogroup Meetings			
6:00pm	USD	Unemployment Claims			
8:00pm	USD	Natural Gas Storage			65B
10:31pm	USD	30-y Bond Auction			1.45 2.3
<b>10-Jul</b>					
12:15pm	EUR	French Industrial Production m/m		15.20%	-20.10%
1:30pm	EUR	Italian Industrial Production m/m		20.00%	-19.10%
10th-15th	CNY	M2 Money Supply y/y		11.10%	11.10%
10th-15th	CNY	New Loans		1800B	1480B
6:00pm	USD	Core PPI m/m		0.10%	-0.10%
	USD	PPI m/m		0.40%	0.40%

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