

Base Metals

	Previous	CMP	% Change
Comex Copper	2.9173	2.8933	-0.82
LME Copper	6487.5	6447	-0.62
LME Aluminium	1759.5	1758.25	-0.07
LME Zinc	2377.25	2381	0.16
LME Lead	1917.75	1928.75	0.57
LME Nickel	14267.5	14382	0.80
MCX Copper	511.75	512.9	0.22
MCX Aluminium	145.7	146.4	0.48
MCX Zinc	189.4	190.45	0.55
MCX Lead	152.3	153.25	0.62
MCX Nickel	1086.6	1099.5	1.19

Base Metal Related News

Base metals gained sharply after hitting multi-month highs overnight, as demand in top consumer China strengthened and investors worried about coronavirus-led disruptions at overseas suppliers.

Nickel ended the morning up 2.6% and rose as much as 5% in Shanghai night trading to its highest since Nov. 19, after key miner the Philippines reimposed a lockdown in parts of the country.

Zinc, the supply of which has been hit by mining curbs in Peru, was up 2.2% in Shanghai after hitting its highest in more than a year overnight,

LME copper stocks at 122,450 tonnes are at their lowest since mid-January and down more than 50% since May.

Crude steel, finished steel and hot metal output of the China Iron & Steel Association's (Cisa) member mills rose to record highs in late July.

Fastmarkets' assessment for the lead 99.97% ingot premium, cif Southeast Asia jumped to \$70-85 per tonne on Tuesday from \$50-70 per tonne

Bank of England kept its interest rates unchanged and maintained its policy stimulus and signaled the rates will stay low

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME
						Stocks
Copper	113425	-1500	160476	1829	74575	65.75
Aluminium	1624800	-5350	267741	-679	266375	16.39
Zinc	187675	-150	88347	-841	17050	9.08
Lead	118600	-25	20094	-2498	15175	12.80
Nickel	235878	390	28008	1513	55758	23.64

Base Metal Outlook

Base metals are trading slightly higher today. We expect prices to trade positive on higher expectation of another round of stimulus as coronavirus relief fund. The lower production among metals are supporting the metal prices while build up in inventories and supply for some metals are resisting prices at higher levels.

6th August 2020

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Important Events For The Week					
	Cur		Actual	Forecast	Previous
03-Aug					
5:20am	JPY	Prelim GDP q/q	-0.60%	-0.70%	-0.60%
6:00am	JPY	Final Manufacturing PMI	45.2	42.6	42.6
7:15am	CNY	Caixin Manufacturing PMI	52.8	51.1	51.2
12:45pm	EUR	Spanish Manufacturing PMI	53.5	52.6	49
1:15pm	EUR	Italian Manufacturing PMI	51.9	51.3	47.5
1:20pm	EUR	French Final Manufacturing PMI	52.4	52	52
1:25pm	EUR	German Final Manufacturing PMI	51	50	50
1:30pm	EUR	Final Manufacturing PMI	51.8	51.1	51.1
2:00pm	GBP	Final Manufacturing PMI	53.3	53.6	53.6
7:15pm	USD	Final Manufacturing PMI	50.9	51.3	51.3
7:30pm	USD	ISM Manufacturing PMI	54.2	53.6	52.6
	USD	Construction Spending m/m	-0.70%	1.00%	-2.10%
	USD	ISM Manufacturing Prices	53.2	52.2	51.3
04-Aug					
2:30pm	EUR	PPI m/m	0.70%	0.60%	-0.60%
7:30pm	USD	Factory Orders m/m	6.20%	5.10%	8.00%
	USD	IBD/TIPP Economic Optimism	46.8	45.3	44
05-Aug					
7:15am	CNY	Caixin Services PMI	54.1	58	58.4
1:25pm	EUR	German Final Services PMI	55.6	56.7	56.7
1:30pm	EUR	Final Services PMI	54.7	55.1	55.1
2:00pm	GBP	Final Services PMI	56.6	56.6	56.6
2:30pm	EUR	Retail Sales m/m	5.70%	6.50%	17.80%
5:45pm	USD	ADP Non-Farm Employment Change	167K	1200K	2369K
6:00pm	USD	Trade Balance	-50.7B	-50.3B	-54.6B
7:15pm	USD	Final Services PMI	50	49.6	49.6
7:30pm	USD	ISM Non-Manufacturing PMI	58.1	55	57.1
8:00pm	USD	Crude Oil Inventories	-7.4M		-10.6M
2:30am	USD	FOMC Member Mester Speaks			
06-Aug					
11:30am	EUR	German Factory Orders m/m		11.00%	10.40%
Tentative	GBP	FPC Statement			
	GBP	Official Bank Rate		0.10%	0.10%
	GBP	Asset Purchase Facility		745B	745B
6:00pm	USD	Unemployment Claims		1450K	1434K
7:30pm	USD	FOMC Member Kaplan Speaks			
8:00pm	USD	Natural Gas Storage			26B
07-Aug					
Tentative	CNY	Trade Balance			329B
Tentative	CNY	USD-Denominated Trade Balance		42.5B	46.4B
11:30am	EUR	German Industrial Production m/m		8.30%	7.80%
	EUR	German Trade Balance		10.3B	7.6B
6:00pm	USD	Average Hourly Earnings m/m		-0.50%	-1.20%
	USD	Non-Farm Employment Change		1510K	4800K

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