

### Base Metals

	Previous	CMP	% Change
Comex Copper	3.0097	3.015	0.18
LME Copper	6675.5	6675.5	0.00
LME Aluminium	1799.75	1799.75	0.00
LME Zinc	2514.75	2514.75	0.00
LME Lead	1975	1975	0.00
LME Nickel	153275	153275	0.00
MCX Copper	521.5	525.65	0.80
MCX Aluminium	145.9	146.25	0.24
MCX Zinc	194.8	196.45	0.85
MCX Lead	154.2	154.45	0.16
MCX Nickel	1131.1	1135.3	0.37

### Base Metal Related News

Base metals rose on Monday morning as China's manufacturing activity expanded in August.

Asian shares notched a 29-month high as investors wagered monetary and fiscal policies globally would stay super stimulatory, while an upbeat reading on China's service sector continued the recovery

Manufacturing activities in China, the world's top consumer of copper, have been expanding every month since March, following a record contraction in February due to the outbreak.

Shanghai copper prices were set for their fifth straight monthly gain on Monday, the longest monthly winning streak in 11 years, on a strong rebound of the coronavirus-hit Chinese economy

Strong construction and infrastructure activities, buoyed by the Chinese government's stimulus programmes as well as a recovery in domestic consumption have fuelled copper demand

Zinc stocks across LME-listed warehouses shrank 2,500 mt or 1.12% to 219,950 mt. Weak US dollar, the Federal Reserve's policy shift and a rise in US personal spending bolstered LME zinc.

### LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME
						Stocks
Copper	89350	0	173418	12942	48025	53.75
Aluminium	1554375	0	274828	7087	231350	14.88
Zinc	219950	0	84499	-3848	9625	4.38
Lead	125425	0	19378	-716	12075	9.63
Nickel	238974	0	28554	546	60054	25.13

### Base Metal Outlook

Base metals are trading higher today. International markets remains closed on account of Summer Bank Holiday. We expect prices to trade rangebound after China released better than expected economic data and ultra low interest rates in US will stay for longer as Fed reaffirmed in the economic policy last week. No major economic data to be released in the evening session.

Important Events For The Week					
	Cur		Actual	Forecast	Previous
<b>31-Aug</b>					
5:20am	JPY	Prelim Industrial Production m/m	8.00%	5.00%	1.90%
	JPY	Retail Sales y/y	-2.80%	-1.70%	-1.30%
6:30am	CNY	Manufacturing PMI	51	51.1	51.1
	CNY	Non-Manufacturing PMI	55.2	54	54.2
10:30am	JPY	Consumer Confidence	29.3	28.7	29.5
All Day	EUR	German Prelim CPI m/m		0.00%	-0.50%
All Day	GBP	Bank Holiday			
6:30pm	USD	FOMC Member Clarida Speaks			
<b>01-Sep</b>					
6:00am	JPY	Final Manufacturing PMI		46.6	46.6
7:15am	CNY	Caixin Manufacturing PMI		52.6	52.8
1:30pm	EUR	Final Manufacturing PMI		51.7	51.7
2:00pm	GBP	Final Manufacturing PMI		55.3	55.3
2:30pm	EUR	CPI Flash Estimate y/y		0.20%	0.40%
	EUR	Core CPI Flash Estimate y/y		0.90%	1.20%
	EUR	Unemployment Rate		8.00%	7.80%
7:15pm	USD	Final Manufacturing PMI		53.6	53.6
7:30pm	USD	ISM Manufacturing PMI		54.5	54.2
	USD	ISM Manufacturing Prices			53.2
All Day	USD	Wards Total Vehicle Sales			14.5M
10:30pm	USD	FOMC Member Brainard Speaks			
<b>02-Sep</b>					
11:30am	EUR	German Retail Sales m/m		0.50%	-1.60%
2:00pm	GBP	HPI y/y			2.60%
2:30pm	EUR	PPI m/m		0.50%	0.70%
5:45pm	USD	ADP Non-Farm Employment Change		1250K	167K
7:30pm	USD	FOMC Member Williams Speaks			
	USD	Factory Orders m/m		4.00%	6.20%
8:00pm	USD	Crude Oil Inventories			-4.7M
9:30pm	USD	FOMC Member Mester Speaks			
5:00pm	USD	Challenger Job Cuts y/y			576.10%
6:00pm	USD	Unemployment Claims		965K	1006K
	USD	Revised Nonfarm Productivity q/q		7.30%	7.30%
	USD	Trade Balance		-52.2B	-50.7B
7:15pm	USD	Final Services PMI		54.8	54.8
	USD	ISM Non-Manufacturing PMI		57.5	58.1
8:00pm	USD	Natural Gas Storage			45B
<b>04-Sep</b>					
11:30am	EUR	German Factory Orders m/m		5.10%	27.90%
6:00pm	USD	Average Hourly Earnings m/m		0.00%	0.20%
	USD	Non-Farm Employment Change		1518K	1763K
	USD	Unemployment Rate		9.80%	10.20%

31st August 2020

Narnolia Financial Advisors Ltd | Market Strategy Desk

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