

Base Metals

	Previous	CMP	% Change
Comex Copper	3.054	3.03	-0.79
LME Copper	6759.75	6711	-0.72
LME Aluminium	1784.5	1786.25	0.10
LME Zinc	2426	2441.5	0.64
LME Lead	1895	1891.25	-0.20
LME Nickel	14927	14917.5	-0.06
MCX Copper	525.6	522.7	-0.55
MCX Aluminium	144.95	145.1	0.10
MCX Zinc	188.45	189.7	0.66
MCX Lead	147.6	147.1	-0.34
MCX Nickel	1101.6	1096.4	-0.47

Base Metal Related News

Base metals fell as market sentiment was blunted by concerns around Brexit, fading hopes of a new U.S. fiscal stimulus.

US continuing claims for unemployment insurance stood at 13.39 million in the seven days ended August 29. It was the first increase in five weeks

LME copper stocks increased for the first time since August 17, but remained at low levels. Grim outlook on economic recovery boosted risk aversion sentiment, weighing on copper prices.

China's copper scrap imports are expected to drop around 50% this year, an official from the China Nonferrous Metals Industry Association's CMRA recycling branch said.

India plans to raise surveillance of copper and aluminium imports while developing policies to curb shipments from China and other Asian nations

ECB decided Thursday to keep its interest rates and coronavirus-stimulus program unchanged. While the bank's Pandemic Emergency Purchase Programme remains at a total of 1.35 trillion euros (\$1.6 trillion).

LME Inventory

Commodity	LME Stock	Change	Shanghai Stock	Change	Canceled Warrants	CW as % of LME
						Stocks
Copper	75550	-425	173418	12942	36625	48.48
Aluminium	1520650	-3425	274828	7087	223650	14.71
Zinc	219700	-25	84499	-3848	3775	1.72
Lead	131225	-525	19378	-716	17375	13.24
Nickel	237138	-24	28554	546	58272	24.57

Base Metal Outlook

Base metals are trading mixed today. We expect prices to trade sideways to negative on rising tensions between US-China trade tensions and lower inflation expectation in China and Europe. Another headwind for metal prices is stronger dollar making the dollar priced commodities expensive. During the evening session, US CPI data will bring new direction to the prices.

11th September 2020

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Important Events For The Week					
	Cur		Actual	Forecast	Previous
07-Sep					
8:31am	CNY	Trade Balance	417B	385B	442B
8:43am	CNY	USD-Denominated Trade Balance	58.9B	49.8B	62.3B
11:30am	EUR	German Industrial Production m/m	1.20%	4.50%	8.90%
2:00pm	EUR	Sentix Investor Confidence	-8	-11.4	-13.4
All Day	USD	Bank Holiday			
08-Sep					
5:00am	JPY	Final GDP q/q	-7.90%	-8.10%	-7.80%
10:30am	JPY	Economy Watchers Sentiment	43.9	41	41.1
11:30am	EUR	German Trade Balance	18B	14.9B	14.5B
3:30pm	USD	NFIB Small Business Index	100	99	98.8
7:30pm	USD	IBD/TIPP Economic Optimism	45	47.3	46.8
09-Sep					
7:00am	CNY	CPI y/y	2.40%	2.40%	2.70%
	CNY	PPI y/y	-2.00%	-1.90%	-2.40%
7:30pm	USD	JOLTS Job Openings	6.62M	6.05M	5.89M
10:31pm	USD	10-y Bond Auction	0.70 2.3		0.68 2.4
10-Sep					
5:15pm	EUR	Main Refinancing Rate	0.00%	0.00%	0.00%
	EUR	Monetary Policy Statement			
6:00pm	EUR	ECB Press Conference			
	USD	Core PPI m/m	0.40%	0.20%	0.50%
	USD	PPI m/m	0.30%	0.20%	0.60%
	USD	Unemployment Claims	884K	838K	881K
Tentative	GBP	NIESR GDP Estimate			-7.90%
8:00pm	USD	Natural Gas Storage	70B		35B
8:30pm	USD	Crude Oil Inventories	2.0M		-9.4M
11-Sep					
11:30am	EUR	German Final CPI m/m		-0.10%	-0.10%
1:30pm	EUR	German Buba President Weidmann Speaks			
	EUR	Italian Quarterly Unemployment Rate		8.40%	8.90%
2:00pm	GBP	Consumer Inflation Expectations			2.90%
All Day	EUR	Eurogroup Meetings			
6:00pm	USD	CPI m/m		0.30%	0.60%
	USD	Core CPI m/m		0.20%	0.60%
11:30pm	USD	Federal Budget Balance		-245.4B	-63.0B

11th September 2020

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