



# Daily Bulletin

GLOBAL MARKETS & ECONOMIES | WEEKLY ECONOMIC INDICATORS | ASIAN STOCK INDEX | CURRENCIES | PRECIOUS METAL | O I L |

Research Department

09/07/2017

**DISCLAIMER:**

All contents of This Report have been prepared by Research Dept. of Valbury Asia Futures and are provided solely for informational purpose. We have taken reasonable measures to ensure the accuracy of the report, however, do not guarantee its accuracy and will not accept liability for any consequential loss or damage which may arise directly or indirectly from any use of the report

Published by RESEARCH DEPARTMENT – PT VALBURY ASIA FUTURES

Menara Karya 9th Floor, Jl. HR Rasuna Said Blok X-5 Kav. 1-2 Jakarta 12950 Indonesia, Phone : +6221-25533777

Email: [research@valbury.com](mailto:research@valbury.com) | Twitter: [@researchvaf](https://twitter.com/researchvaf) | Web-Link: [www.valburyfutures.co.id/futures\\_research.php](http://www.valburyfutures.co.id/futures_research.php)

## GLOBAL MARKETS & ECONOMIES

### GLOBAL MARKETS

- Asian stocks fell on Wednesday after a slide on Wall Street overnight while the dollar was on the defensive with tensions in the Korean peninsula showing few signs of abating.
- A rally in auto stocks lifted German shares to 10-day highs on Wednesday as upbeat broker notes reawakened investor interest into a cheaply valued sector that could benefit from plans to cut emissions.
- U.S. shares rose on Wednesday and the dollar gained against the safe-haven Japanese yen as upbeat news out of Washington helped mitigate investors' concerns about North Korea's nuclear weapons tests and a major hurricane barreling towards Puerto Rico and Florida.

### GLOBAL ECONOMIES

- Australia's economy rebounded last quarter as consumers and government spent freely after a weather-beaten start to the year, while a long downturn in mining investment finally loosened its deadening grip on growth.
- Japan's economy likely grew at a slower pace than initially estimated in the second quarter, on expected downward revisions in capital spending growth, a Reuters poll showed on Wednesday.
- Switzerland proposed new reforms to its business tax on Wednesday, hoping to win approval for an overhaul after voters in February rejected an earlier attempt to comply with international standards.
- German industrial orders fell unexpectedly in July on feeble domestic demand while appetite from abroad was flat, data showed on Wednesday -- a rare sign of weakness in Europe's largest economy less than three weeks before federal elections.
- Brexit will lead to about 3,000 new jobs being created in Luxembourg as UK asset managers and insurers bulk up operations in the Grand Duchy to avoid being cut off from EU customers, a senior Luxembourg financial official said on Wednesday.
- The U.S. trade deficit increased less than expected in July as both exports and imports fell, suggesting that trade could contribute to economic growth in the third quarter.

### GLOBAL MARKETS

**Asia** – Asian stocks fell on Wednesday after a slide on Wall Street overnight while the dollar was on the defensive with tensions in the Korean peninsula showing few signs of abating. MSCI's broadest index of Asia-Pacific shares outside Japan fell 0.4 percent and Tokyo's Nikkei hit a four-month low, closing down 0.1 percent. South Korea's KOSPI index ended down 0.3 percent at a near four-week low.

**Euro Zone** – A rally in auto stocks lifted German shares to 10-day highs on Wednesday as upbeat broker notes reawakened investor interest into a cheaply valued sector that could benefit from plans to cut emissions. The German blue chip index, where big carmakers such as Volkswagen and Daimler are listed, rose 0.8 percent, while the pan-European STOXX 600 index rose 0.1 percent after a choppy session where caution prevailed ahead of a European Central Bank meeting on Thursday. Europe's auto index rose 1.7 percent, the best sectoral performer in the region by far.

Shares in Italian-American car maker Fiat Chrysler, recently supported by expectations of possible tie-ups, rose 4.3 percent to a record high, followed by Daimler, which gained 3.2 percent.

Both stocks were boosted by upgrades, from Barclays and Goldman Sachs respectively.

A trader at a European bank said while the positive notes helped, some big fund managers were reducing their underweight positions on the sector lured by attractive valuations.

He said efforts by German Chancellor Angela Merkel to avert bans of diesel vehicles in some cities also buoyed interest, as well as expectations that sales could be driven up by people replacing cars damaged during hurricanes in the United States.

The surge came as investors awaited the start of the auto show in Frankfurt which kicks off next week.

Financials were the biggest weight, with Europe's banking index, down 0.3 percent, extending its slide from the previous session as the sector came under renewed pressure ahead of the ECB's policy meeting on

Thursday, which will be watched for possible signals of monetary tightening.

Among the top fallers Jyske Bank fell 5 percent after BRFFolding reduced its stake in the lender.

Elsewhere results spurred some sizeable individual stock moves, with shares in Micro Focus soaring 6.2 percent after a well-received third quarter update.

British housebuilder Barratt Developments declined more than 4 percent however after it issued a cautious outlook.

**U.S. & Global Markets** – U.S. shares rose on Wednesday and the dollar gained against the safe-haven Japanese yen as upbeat news out of Washington helped mitigate investors' concerns about North Korea's nuclear weapons tests and a major hurricane barreling towards Puerto Rico and Florida.

U.S. President Donald Trump and congressional leaders agreed to pass an extension of the debt limit until Dec. 15. The news also lifted the yield on benchmark 10-year U.S. Treasury notes after it had fallen to a near 10-month low at 2.054 percent.

Trump and legislators also plan to pass a government funding bill and disaster aid for Hurricane Harvey victims, Democratic leaders said.

The Federal Reserve's Beige Book survey showed that U.S. economic activity expanded at a modest to moderate pace in July and August, helping stocks extend their gains.

The Dow Jones Industrial Average rose 54.33 points, or 0.25 percent, to end at 21,807.64, the S&P 500 gained 7.69 points, or 0.31 percent, to 2,465.54 and the Nasdaq Composite added 17.74 points, or 0.28 percent, to 6,393.31.

As risk aversion wore off, gold retreated from its earlier rise. Spot gold dropped 0.3 percent to \$1,333.81 an ounce. U.S. gold futures fell 0.42 percent to \$1,338.90.

As measured against a basket of major currencies, the dollar turned positive after falling on news that Fed Vice Chairman Stanley Fischer will resign in October, months before his term was due to end.

"This means a sea change in the composition of the Fed, especially as it's not clear if Fed Chair (Janet) Yellen is going to get renominated. The composition of the Fed is going to look entirely different than it did just a couple of years ago," said Subadra Rajappa, head of U.S. rates strategy at Societe Generale in New York.

The Japanese yen weakened 0.46 percent versus the greenback at 109.33 per dollar.

The greenback hit a multi-year low against the Canadian dollar after the Bank of Canada surprised many by raising interest rates. It recovered slightly to stand at C\$1.2228, down 1.17 percent, after hitting a low of C\$1.2140.

In Europe, a meeting on Thursday of European Central Bank policymakers is expected to yield clues as to when they will begin to scale back monetary stimulus.

"A lot will depend on how (ECB President Mario) Draghi addresses the euro," said Commerzbank currency strategist Esther Reichelt in Frankfurt. "The question is whether he'll address it strongly enough for the market to react."

The pan-European FTSEurofirst 300 index rose 0.10 percent and MSCI's gauge of stocks across the globe gained 0.18 percent.

Even so, tensions remained high over North Korea's nuclear tests. Russian President Vladimir Putin said on Wednesday that resolving the crisis is impossible with sanctions and pressure alone.

In the Caribbean, dangerous Category 5 Hurricane Irma slammed across islands with pounding winds and raging surf en route to a possible landfall in Florida this weekend. ([Source Reuters – @ErwinRiset - @her1en](#))

## **GLOBAL ECONOMIES**

**Australia** – Australia's economy rebounded last quarter as consumers and government spent freely after a weather-beaten start to the year, while a long downturn in mining investment finally loosened its deadening grip on growth.

Wednesday's GDP report showed the economy expanded 0.8 percent in the second quarter, up from 0.3 percent in the first quarter and outpacing even the much-vaunted U.S. recovery.

Yet all this growth has shown no sign of rekindling inflation and, with plenty of spare capacity in the labour market, the Reserve Bank of Australia (RBA) seems content to leave interest rates at record lows for months to come.

"We have an economy that is enjoying its longest-ever expansion," said Craig James, chief economist at stockbroker CommSec. "Inflation is below 2 percent; unemployment is below longer-term averages; consumers and businesses are spending."

"It's an economy that doesn't need to be slowed down or sped up by policy changes like movements in interest rates."

That was very much the view laid out by RBA Governor Philip Lowe in a speech late Tuesday.

"It will be some time before we are at what could be considered full employment and before underlying inflation is at the mid-point of the medium-term target range," he declared.

"This means that stimulatory monetary policy continues to be appropriate."

Interbank futures imply virtually no prospect of a move in the 1.5 percent cash rate this year and around a 50-50 chance of a hike by June 2018.

The goldilocks data won a round of applause in the bond market where yields on government debt fell. The local dollar dipped to \$0.7993 as speculators had been wagering on an even stronger growth outcome.

**Japan** – Japan's economy likely grew at a slower pace than initially estimated in the second quarter, on expected downward revisions in capital spending growth, a Reuters poll showed on Wednesday.

The world's third-largest economy is seen expanding at an annualised pace of 2.9 percent in April-June, the poll of 17 analysts found, which would be a significant downward revision from the 4.0 percent growth seen in the preliminary data.

That would translate into 0.7 percent growth from the previous quarter, revised down from an initial reading of 1.0 percent, the poll showed.

"Capital spending is likely to be revised down. But overall, the economy maintained its high rate of growth helped by consumer spending and public investment," said Hidenobu Tokuda, senior economist at Mizuho Research Institute.

He expects the economy will continue its recovery in July-September and after.

"Both domestic and external demand will likely perform well thanks to the global economic recovery. But we need to watch downside risks from China's economy and a possible downturn in consumer spending due to bad weather."

Capital expenditure, a major component of gross domestic product, is expected to have risen 0.5 percent over the quarter, much slower than the 2.4 percent rise shown in the preliminary data.

Japanese companies curbed their pace of investment in plant and equipment in April-June, suggesting the government may revise down its initially rosy estimate for economic growth in the second quarter.

"There is no change to the notion that the economy kept its solid tone but a positive surprise of the high rate of growth in the preliminary data for April-June may turn out to be an illusion," said Yoshimasa Maruyama, chief market economist at SMBC Nikko Securities.

The Cabinet Office publishes the revised GDP data at 8:50 a.m on Sept. 8 (2350 GMT Sept. 7).

**Swiss** – Switzerland proposed new reforms to its business tax on Wednesday, hoping to win approval for an overhaul after voters in February rejected an earlier attempt to comply with international standards.

An overhaul of its corporate tax system, which aimed to preserve Switzerland as a favoured location for international companies while avoiding being branded a low-tax pariah, was thrown out by voters who feared cuts to public services or higher personal taxes.

The government said Switzerland was suffering as a business location as a result of the current arrangements, which have been criticised by the Organisation for Economic Co-operation and Development (OECD), as it sought comment from cantons, business groups and trade unions about its latest plans, which it said would cost it 750 million Swiss francs (\$785 million).

To help sweeten the change, Swiss family allowance would rise by 30 francs per month so that parents get 230 francs for each school-aged child and 280 francs for those at university.

"The proposal will make a significant contribution to having an appealing location and thus to added value, jobs and tax receipts. The reform will additionally meet international requirements concerning corporate tax law," the government said.

Its new proposals would still abolish special tax status enjoyed by 24,000 foreign companies that pay corporate tax rates as low as 7.8 to 12 percent, which is far below the 12 to 24 percent rate applied to 'normal' Swiss companies.

Key changes include a clearer definition of the so-called "patent box", which allows profits from new products developed in Switzerland to get tax relief of up to 90 percent.

A controversial notional interest deduction on excess equity has been scrapped, while dividends will be subject to higher taxation. At least 70 percent of dividend payments would be subject to tax, up from 60 percent now.

In response to the mooted tax rises, cantons are expected to lower their tax rates for 'ordinary' companies to deter them from leaving. To cover the shortfall, the federal government will increase the share cantons get from federal tax to 20.5 percent from 17 percent.

The consultation runs until Dec. 6 before parliament votes early next year, although it could be disputed by another referendum if opponents gather 50,000 signatures.

The earliest the new measures could come into force would be 2020, the government said.

**Euro Zone** – German industrial orders fell unexpectedly in July on feeble domestic demand while appetite from abroad was flat, data showed on Wednesday -- a rare sign of weakness in Europe's largest economy less than three weeks before federal elections.

Recent buoyant economic figures had underlined the strength of the German economy and its consumption-led upswing ahead of the Sept. 24 vote in which Angela Merkel is expected to win a record-equalling fourth term as chancellor.

"This is not adding fuel to the hype about the economy," Bankhaus Lampe economist Alexander Krueger said, although he noted that the overall trend in orders is still upwards.

Factories registered a 0.7 percent drop in orders in July after contracts for goods made in Germany rose by 0.9 percent in June, data from the Economy Ministry showed. The reading for July far undershot a Reuters forecast of a 0.3 percent rise.

Excluding volatile bulk orders, the headline figure was up 0.6 percent in July, the ministry said.

The stronger euro did not seem to have dampened demand, with orders from countries outside the 19-member single currency bloc rising by 0.6 percent in July, Stefan Kipar at BayernLB said.

#### LESS CONSUMER GOODS

The overall drop was mainly caused by a plunge in demand for consumer goods, but intermediate and capital goods orders also edged down on the month, a data breakdown showed.

Commerzbank analyst Ralph Solveen said the figures suggested that factories would still contribute to overall growth in the third quarter, but to a lesser extent than in the first half.

The Federal Statistics Office will publish industrial output data for July on Thursday (0600 GMT).

The ministry said order activity remained on a very high level overall. "In the past three months, German companies have registered nearly as many orders as they did before the outbreak of the economic and financial crisis in 2008," it added.

Orders and sentiment indicators pointed to a continuation of the solid upswing in the sector, the ministry added.

Recent figures have shown the number of Germans out of work falling further, consumer morale improving and the manufacturing sector expanding.

The German economy grew by 0.7 percent on the quarter in the first three months of the year and by 0.6 percent from April to June, driven by increased household and state spending as well as higher investment in buildings and equipment.

The International Monetary Fund (IMF) expects the German economy to grow by 1.8 percent in 2017 and by 1.6 percent in 2018 in real terms. This would be slightly below the 1.9 percent in 2016, which was the strongest rate in five years.

**UK** – Brexit will lead to about 3,000 new jobs being created in Luxembourg as UK asset managers and insurers bulk up operations in the Grand Duchy to avoid being cut off from EU customers, a senior Luxembourg financial official said on Wednesday.

Nicolas Mackel, chief executive of Luxembourg for Finance, a body which promotes the country's financial sector, said actual numbers would hinge on the trading terms Britain secures with the European Union after Brexit in March 2019.

Several London-based asset managers and insurers have already announced plans to bolster operations in Luxembourg.

"From what I see now, if you projected all the different actors together, my guesstimate is about 3,000 in the next two years, but then that will change and grow probably," Mackel told Reuters in an interview.

Most of the jobs will be local hires in asset management rather than shifting people from London, Mackel said.

After the initial wave of job losses in Britain to set up EU licensed businesses, the "second wave" will comprise an erosion of London's financial centre over 5-10 years as office leases are not renewed, staff who leave are not replaced, and people decide not to work in Britain in the first place, he said.

Tokio Marine said on Wednesday it was applying for regulatory approval to set up shop in Luxembourg, making it the ninth insurer to choose the Grand Duchy.

Luxembourg is home to 60,000 financial services jobs and, like Dublin, Paris and Frankfurt, is seeking to attract a slice of London's "City" financial district because of Brexit.

Mackel said firms based in London that need an EU beachhead were planning to spread operations across several cities.

"It's not one takes it all. There is a lot of hype," he said.

Luxembourg is scrutinising new, non-binding EU guidelines for national regulators on how much of a footprint asset managers from London must have to obtain a licence in an EU state after Brexit.

Mackel said the worry was that the bloc would build on the guidelines and make it harder for asset managers to "delegate" key operations like managing portfolios from an EU base to staff in a country outside the bloc.

Delegation is common globally, with many managers in New York and Hong Kong managing funds in the bloc.

"Suddenly in Brexit this becomes an issue, and the industry does not understand the problem (EU regulator) ESMA is trying to solve. Europe is not the only option for asset managers," Mackel said.

**U.S.** – The U.S. trade deficit increased less than expected in July as both exports and imports fell, suggesting that trade could contribute to economic growth in the third quarter.

The Commerce Department said on Wednesday the trade gap rose 0.3 percent to \$43.7 billion. June's trade deficit was revised down slightly to \$43.5 billion from the previously reported \$43.6 billion.

Economists polled by Reuters had forecast the trade shortfall widening to \$44.6 billion in July. When adjusted for inflation, the trade deficit increased to \$61.6 billion from \$60.8 billion in June. The so-called real goods deficit in July was below the second-quarter average of \$62.4 billion.

While that suggests trade could add to gross product in the third quarter, economists at Wrightson ICAP cautioned that Hurricane Harvey could significantly impact commodity prices and trade volumes, and push up the trade deficit in September.

The politically sensitive U.S.-China trade deficit increased to an 11-month high in July. That ongoing deficit has grabbed the attention of President Donald Trump, who has blamed it for helping to decimate U.S. factory jobs as well as stunting U.S. economic growth.

Trump, who argues that the United States has been disadvantaged in its dealings with trade partners, has ordered the renegotiation of the North American Free Trade Agreement (NAFTA), which was signed in 1994 by the United States, Canada and Mexico.

On Saturday, Trump threatened to withdraw from a free trade deal with South Korea.

Prices of U.S. Treasuries were little changed by the data on Wednesday. U.S. stock index futures were trading higher while the dollar was weaker against a basket of currencies.

The government reported last month that trade contributed two-tenths of a percentage point to the economy's 3.0 percent annualized growth pace in the second quarter.

In July, real goods exports slipped despite petroleum exports hitting a record high.

Exports of goods and services fell 0.3 percent to \$194.4 billion in July. Exports of motor vehicles and parts fell by \$0.6 billion, but exports of capital goods rose by \$0.9 billion.

Exports to China increased 3.5 percent, while those to the European Union tumbled 9.8 percent.

Imports of goods and services slipped 0.2 percent to \$238.1 billion in July. Imports of motor vehicles and parts fell by \$0.8 billion and crude oil shipments declined by \$1.0 billion.

Imports of goods from China increased 3.1 percent. The U.S.-China trade deficit increased 3.0 percent to \$33.6 billion in July, the highest level since August 2016.

The United States saw a 3.7 percent drop in goods and services imported from the EU in July. The trade deficit with the EU increased 7.9 percent to an eight-month high of \$13.5 billion.

*(Source Reuters, Research – @her1en)*

## WEEKLY ECONOMIC CALENDAR

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
<b>31-Aug - 07-Sep</b>	N/A	JP	Official Reserve Assets	Aug		--	\$1260.0b	
<b>Mon/04-Sep-17</b>	06:50	JP	Monetary Base YoY	Aug	16.3%	15.6%	15.6%	
	06:50	JP	Monetary Base End of period	Aug	¥469.2t	--	¥468.3t	
	08:00	AU	Melbourne Institute Inflation MoM	Aug	0.1%	--	0.1%	
	08:00	AU	Melbourne Institute Inflation YoY	Aug	2.6%	--	2.7%	
	15:30	EZ	Sentix Investor Confidence	Sep	28.2	27.4	27.7	
	15:30	GB	Markit/CIPS UK Construction PMI	Aug	51.1	52	51.9	
	16:00	EZ	PPI MoM	Jul	0.0%	0.1%	-0.1%	-0.2%
	16:00	EZ	PPI YoY	Jul	2.0%	2.1%	2.5%	2.4%
	<b>All Day</b>	<b>CA</b>	<b>Bank Holiday/Labour Day</b>					
	<b>All Day</b>	<b>US</b>	<b>Bank Holiday/Labor Day</b>					
<b>Tue/05-Sep-17</b>	06:00	AU	CBA Australia PMI Services	Aug	54.2	--	57	
	06:00	AU	CBA Australia PMI Composite	Aug	54.1	--	56.7	
	06:00	KR	BoP Current Account Balance	Jul	\$7020m	--	\$5080m	
	06:00	KR	BoP Goods Balance	Jul	-	--	\$9706m	
	06:30	AU	AiG Perf of Services Index	Aug	53.0	--	56.4	
	07:30	HK	Nikkei Hong Kong PMI	Aug	49.7	--	51.3	
	07:30	JP	Nikkei Japan PMI Services	Aug	51.6	--	52	
	07:30	JP	Nikkei Japan PMI Composite	Aug	51.9	--	51.8	
	08:30	AU	BoP Current Account Balance	2Q	-A\$9.6b	-A\$7.5b	-A\$3.1b	-A\$4.8b
	08:45	CN	Caixin China PMI Composite	Aug	52.4	--	51.9	
	08:45	CN	Caixin China PMI Services	Aug	52.7	--	51.5	
	N/A	AU	RBA Governor Lowe's Remarks at Board Dinner					
	11:30	AU	RBA Cash Rate Target	Sep-05	1.50%	1.5%	1.5%	
	12:45	CH	GDP QoQ	2Q	0.3%	0.5%	0.3%	0.1%
	12:45	CH	GDP YoY	2Q	0.3%	1.0%	1.1%	0.6%
	14:15	CH	CPI EU Harmonized MoM	Aug	-0.1%	--	0.1%	

	14:15	CH	CPI EU Harmonized YoY	Aug	0.5%	--	0.6%	
	14:15	CH	CPI MoM	Aug	0.0%	0.0%	-0.3%	
	14:15	CH	CPI YoY	Aug	0.5%	0.5%	0.3%	
	14:55	DE	Markit Germany Services PMI	Aug F	53.5	53.4	53.4	
	14:55	DE	Markit/BME Germany Composite PMI	Aug F	55.8	55.7	55.7	
	15:00	EZ	Markit Eurozone Services PMI	Aug F	54.7	54.9	54.9	
	15:00	EZ	Markit Eurozone Composite PMI	Aug F	55.7	55.8	55.8	55.7
	15:30	GB	Markit/CIPS UK Services PMI	Aug	53.2	53.5	53.8	
	15:30	GB	Markit/CIPS UK Composite PMI	Aug	54.0	54.0	54.1	
	16:00	EZ	Retail Sales MoM	Jul	-0.3%	-0.3%	0.5%	0.6%
	16:00	EZ	Retail Sales YoY	Jul	2.6%	2.6%	3.1%	3.3%
	18:30	US	Fed's Brainard Speaks to The Economic Club of New York					
	21:00	US	Factory Orders	Jul	-3.3%	-3.3%	3.0%	3.2%
	21:00	US	Factory Orders Ex Trans	Jul	0.5%	--	-0.2%	0.1%
	21:00	US	Durable Goods Orders	Jul F	-6.8%	-2.9%	-6.8%	
	21:00	US	Durables Ex Transportation	Jul F	0.6%	--	0.5%	
	21:00	US	Cap Goods Orders Nondef Ex Air	Jul F	1.0%	--	0.4%	
	21:00	US	Cap Goods Ship Nondef Ex Air	Jul F	1.2%	--	1.0%	
<b>Wed/06-Sep-17</b>	00:10	US	Fed's Kashkari Holds Townhall Event in Minneapolis					
	06:00	US	Fed's Kaplan Speaks in Dallas					
	07:00	JP	Labor Cash Earnings YoY	Jul	-0.3%	0.5%	-0.4%	
	07:00	JP	Real Cash Earnings YoY	Jul	-0.8%	0.0%	-0.8%	-0.1%
	08:30	AU	GDP SA QoQ	2Q	0.8%	0.9%	0.3%	
	08:30	AU	GDP YoY	2Q	1.8%	1.9%	1.7%	1.8%
	09:30	AU	RBA's Heath Gives Speech in Tasmania					
	13:00	DE	Factory Orders MoM	Jul	-0.7%	0.2%	1.0%	
	13:00	DE	Factory Orders WDA YoY	Jul	5.0%	5.8%	5.1%	
	14:30	DE	Markit Germany Construction PMI	Aug	54.9	--	55.8	
	15:10	EZ	Markit Eurozone Retail PMI	Aug	50.8	--	51	
	15:10	DE	Markit Germany Retail PMI	Aug	53.0	--	50.7	
	19:30	US	Trade Balance	Jul	-\$43.7b	-\$44.6b	-\$43.6b	-\$43.5b
	20:45	US	Markit US Services PMI	Aug F	56.0	56.9	56.9	
	20:45	US	Markit US Composite PMI	Aug F	55.3	--	56	
	21:00	CA	Bank of Canada Rate Decision	Sep-06	1.00%	0.75%	0.75%	
	21:00	US	ISM Non-Manf. Composite	Aug	55.3	55.5	53.9	
<b>Thu/07-Sep-17</b>	01:00	US	U.S. Federal Reserve Releases Beige Book					
	06:30	AU	AiG Perf of Construction Index	Aug		--	60.5	
	08:30	AU	Retail Sales MoM	Jul		0.3%	0.3%	
	08:30	AU	Trade Balance	Jul		A\$875m	A\$856m	
	N/A	CN	Foreign Reserves	Aug		--	\$3080.7b	
	12:00	JP	Leading Index CI	Jul P		--	105.9	
	12:00	JP	Coincident Index	Jul P		--	117.1	
	13:00	DE	Industrial Production SA MoM	Jul		0.6%	-1.1%	
	13:00	DE	Industrial Production WDA YoY	Jul		--	2.4%	
	15:30	HK	Foreign Reserves	Aug		--	\$413.3b	
	16:00	EZ	GDP SA QoQ	2Q F		0.6%	0.6%	
	16:00	EZ	GDP SA YoY	2Q F		2.2%	2.2%	
	18:45	EZ	ECB Main Refinancing Rate	Sep-07		0.0%	0.0%	
	18:45	EZ	ECB Marginal Lending Facility	Sep-07		--	0.25%	
	18:45	EZ	ECB Deposit Facility Rate	Sep-07		-0.4%	-0.4%	
	18:45	EZ	ECB Asset Purchase Target	Sep		--	EU60b	
	19:30	US	Initial Jobless Claims	Sep-02		242k	236k	
	19:30	US	Continuing Claims	Aug-26		1945k	1942k	
	19:30	US	Productivity Revised	2Q F		1.0%	0.9%	
	19:30	US	Labor Costs Revised	2Q F		0.5%	0.6%	
	21:00	CA	Ivey Purchasing Managers Index SA	Aug		--	60	
	22:00	US	DOE U.S. Crude Oil Inventories	Sep-01		--	-5392k	
	22:00	US	DOE U.S. Distillate Inventory	Sep-01		--	748k	
	22:00	US	DOE U.S. Gasoline Inventories	Sep-01		--	35k	

	23:15	US	Fed's Mester on Economic Outlook and Monetary Policy				
<b>Fri/08-Sep-17</b>	05:45	NZ	Mfg Activity SA QoQ	2Q		--	2.8%
	05:45	NZ	Mfg Activity Volume QoQ	2Q		--	-0.3%
	06:00	US	Fed's Dudley Speaks on U.S. Economic Outlook, Monetary Policy				
	06:50	JP	BoP Current Account Adjusted	Jul		¥1664.0b	¥1522.5b
	06:50	JP	Trade Balance BoP Basis	Jul		--	¥518.5b
	06:50	JP	BoP Current Account Balance	Jul		¥2058.6	¥934.6b
	06:50	JP	GDP SA QoQ	2Q F		--	1.0%
	06:50	JP	GDP Annualized SA QoQ	2Q F		--	4.0%
	06:50	JP	GDP Nominal SA QoQ	2Q F		--	1.1%
	06:50	JP	GDP Deflator YoY	2Q F		--	-0.4%
	06:50	JP	GDP Private Consumption QoQ	2Q F		--	0.9%
	06:50	JP	GDP Business Spending QoQ	2Q F		--	2.4%
	07:30	US	Fed's Bostic to Discuss Economy at New Orleans Forum				
	N/A	CN	Trade Balance CNY	Aug		--	321.20b
	N/A	CN	Imports YoY CNY	Aug		--	14.7%
	N/A	CN	Exports YoY CNY	Aug		--	11.2%
	N/A	CN	Imports YoY	Aug		10.0%	11.0%
	N/A	CN	Exports YoY	Aug		6.6%	7.2%
	N/A	CN	Trade Balance	Aug		\$49.30b	\$46.74b
	10:00	AU	RBA's Debelle Participates in Panel in Sydney				
	12:45	CH	Unemployment Rate	Aug		--	3.0%
	12:45	CH	Unemployment Rate SA	Aug		--	3.2%
	13:00	DE	Trade Balance	Jul		--	21.2b
	13:00	DE	Current Account Balance	Jul		--	23.6b
	13:00	DE	Exports SA MoM	Jul		1.25%	-2.8%
	13:00	DE	Imports SA MoM	Jul		3.0%	-4.5%
	15:30	AU	RBA Governor Lowe Gives Speech in Sydney				
	15:30	GB	Industrial Production MoM	Jul		--	0.5%
	15:30	GB	Industrial Production YoY	Jul		--	0.3%
	15:30	GB	Manufacturing Production MoM	Jul		--	0.0%
	15:30	GB	Manufacturing Production YoY	Jul		--	0.6%
	15:30	GB	Construction Output SA MoM	Jul		--	-0.1%
	15:30	GB	Construction Output SA YoY	Jul		--	0.9%
	15:30	GB	Visible Trade Balance GBP/Mn	Jul		--	-£12722
	15:30	GB	Trade Balance Non EU GBP/Mn	Jul		--	-£4471
	15:30	GB	Trade Balance	Jul		--	-£4564
	15:30	GB	BoE/TNS Inflation Next 12 Mths	Aug		--	2.8%
	19:00	GB	NIESR GDP Estimate	Aug		--	0.2%
	19:30	CA	Capacity Utilization Rate	2Q		--	83.3%
	19:30	CA	Net Change in Employment	Aug		--	10.9k
	19:30	CA	Unemployment Rate	Aug		--	6.3%
	19:30	CA	Full Time Employment Change	Aug		--	35.1
	19:30	CA	Part Time Employment Change	Aug		--	-24.3
	19:30	CA	Participation Rate	Aug		--	65.7
	19:45	US	Fed's Harker Speaks on Consumer Finance in Philadelphia				
	21:00	US	Wholesale Inventory	Jul		0.4%	0.4%
	21:00	US	Wholesale Sales	Jul		0.4%	0.7%
	02:00	US	Consumer Credit	Jul		15b	12.4b
<b>Sat/09-Sep-17</b>	00:00	US	Baker Hughes U.S. Rig Count	09-Sep		--	943
	02:00	US	Consumer Credit	Jul		\$15.500b	\$12.397b
	08:30	CN	CPI YoY	Aug		1.6%	1.4%
	08:30	CN	PPI YoY	Aug		5.4%	5.5%

(Source: Reuters-FXstreet-DailyFX- Tradingeconomics-forexfactory, Research: @LukmanLoeng,@her1en,@ErwinRiset)

## ASIAN STOCK INDICATORS – Daily Outlook

**Japanese stocks** ended nearly flat on Wednesday as retail investors' buying in small-to-mid sized stocks offset losses incurred when the market tumbled to four-month lows on heightened tensions in the Korean Peninsula. The Nikkei ended 0.1 percent lower at 19,357.97, after getting as low as 19,254.67 - the lowest level since May 1. The broader Topix ended 0.1 percent higher at 1,592.00 after trading in negative territory most of the day. But retail investors, who sold small-to-mid cap stocks earlier this week, were seeing buying them back as they hunted for bargains, traders said. The Mothers market of start-up shares outperformed, ending 0.4 percent higher, after hitting the lowest in more than four months. The Nikkei Jasdq index also gained 0.4 percent. A top North Korean diplomat warned that his country was ready to send "more gift packages" to the United States as world powers struggled to find an effective response to Pyongyang's latest nuclear weapons test.

**South Korean shares** fell for the fifth straight session on Wednesday, ending at a near four-week low as market sentiment remained subdued on persistent North Korea fears, prompting foreign investors to offload stocks in large volumes. The Korea Composite Stock Price Index (KOSPI) closed down 0.3 percent at 2,319.82 points, the lowest closing level since Aug. 11. Offshore investors sold a net 329.9 billion won (\$290.65 million) worth of KOSPI shares. The South Korean won was also pressured by the heavy foreign sell-off, extending losses to finish at more than a two-week low. The won was quoted at 1,135.4 to the dollar at the conclusion of onshore trade, its lowest closing level since Aug. 21, and off 0.4 percent from Tuesday's close.

**Hong Kong stocks** fell on Wednesday, echoing declines in other global markets as rising tensions on the Korean peninsula prompted investors to take profits on this year's strong rally. The Hang Seng index fell 0.5 percent to 27,613.76 points, while the China Enterprises Index lost 0.6 percent to 11,128.77. The benchmark index has gained some 25 percent so far this year.

Geopolitical concerns continued to simmer following North Korea's biggest-ever nuclear test on Sunday. Pyongyang is ready to send "more gift packages" to the United States, one of its top diplomats said on Tuesday. UBS said in its monthly Asia Pacific investment report that although "U.S.-North Korea relations have perhaps reached their tensest point in decades", military conflict is "unlikely". UBS strategist Gao Ting said on Wednesday that Hong Kong stocks, which are vulnerable to U.S. equity market volatility, face uncertainty around issues such as the U.S. debt ceiling, President Donald Trump's tax reforms and rate moves by the Federal Reserve. Most sectors lost ground on Wednesday, with financial shares among the biggest decliners.

**China blue-chip share index** ended slightly weaker on Wednesday but off the day's lows as strong gains in major state-owned firms helped offset rising North Korea tensions. The CSI300 index fell 0.2 percent to 3,849.45 points, while the Shanghai Composite Index closed little changed at 3,385.39. Chinese firms controlled by the central government rallied strongly in the afternoon, amid continued expectations that Beijing will step up efforts to restructure its lumbering and often inefficient state-owned enterprises. An index tracking major Shanghai-listed firms with reform hopes rose 0.5 percent to hit its highest since early 2016. It has gained more than 12 percent so far this year. However, investors' appetite was curbed by geopolitical concerns following North Korea's biggest-ever nuclear test on Sunday and reports that it is preparing more missile launches. Pyongyang is ready to send "more gift packages" to the United States, one of its top diplomats said on Tuesday. UBS said in its monthly Asia Pacific investment report that although "U.S.-North Korea relations have perhaps reached their tensest point in decades", military conflict is "unlikely". One possible risk stemming from the crisis, according to UBS China strategist Gao Ting, is potential trade friction between Beijing and Washington triggered by differences over how to resolve the North Korean issue. *(Source Reuters, Research: @ErwinRiset)*

### ASIA AND GLOBAL MARKET SPOT PRICE 2016

HIGH / LOW	.N225	.KS200	.HSI	.DJI	/.SPX	/.SSEC
<b>RECORD HIGH</b>	38915.87 (29/Dec/89)	309.32 (29/May/2017)	31958.41 (30/Oct/07)	21169.11 (01/Mar/2017)	2400.98 (01/Mar/2017)	6124.04400 (16/Oct./07)
<b>2016 HIGH</b>	19592.90 (21/Dec/16)	264.42 (21/Dec/16)	24364.00 (09/Sep/16)	19987.63 (20/Dec/16)	2277.53 (13/Dec/16)	3538.68940 (04/Jan/16)
<b>2017 HIGH</b>	20318.11 (20/June/2017)	322.16 (25/Jul/2017)	28127.90 (30/Aug/2017)	22179.11 (08/Aug/2017)	2490.87 (08/Aug/2017)	<b>3391.01050</b> <b>(06/Sep/2017)</b>
<b>2017 LOW</b>	18224.68 (17/Apr/2017)	258.64 (02/Jan/2017)	21883.82 (03/Jan/2017)	19677.94 (19/Jan/2017)	2245.13 (03/Jan/2017)	3016.53050 (11/May/2017)
<b>2016 LOW</b>	14864.01 (24/Jun/16)	222.92 (20/Jan/16)	18278.80 (12/Feb/16)	15450.56 (20/Jan/16)	1810.10 (11/Feb/16)	2638.30160 (27/Jan/16)
<b>RECORD LOW</b>	85.25 (06/Jul/50)	31.96 (16/Jun/98)	58.61 (31/Aug/67)	388.20 (17/Jan/55)	132.93 (23/Nov./82)	325.92200 (29/Jul/94)

### Closing Prices – 06 September 2017

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	21807.64	↑ 54.33/ 0.25%	.N225	19357.97	↓ 27.84/0.14%
/.SPX	2465.54	↑ 7.69/ 0.31%	.KS200	303.18	↓ 0.88/0.29%
/.IXIC	6393.314	↑ 17.740/ 0.28%	.HSI	27613.76	↓ 127.59/0.46%
JPY=	109.22	↑ 0.42/ 0.39%	/.SSEC	3385.87650	↑ 1.55950/0.05%
KRW=	1131.85	↑ 0.33/ 0.03%	/Clc1 (Oil)	49.16	↑ 0.50/1.03%



**SSlamU7 (Nikkei Sep Futures) – Last Trading Date: 07 Sep 2017**



- Correction continues, with the area of 19300 is still tested
  - Strong support at 19140
  - Consider the trendline support area around 18915
  - Be alert of a rebound, if the area of 19300 effectively dampens pressure
- [\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
06 Sep SS1pmU7	19345	19485	19295	190	19460	---	↑ 110	0.57	34556
06 Sep SS1amU7	19335	19370	19255	115	19350	19350	↓ 85	0.44	109412
05 Sep SS1pmU7	19400	19465	19265	200	19350	---	↓ 85	0.44	43321
05 Sep SS1amU7	19570	19585	19350	235	19435	19435	↑ 5	0.03	113225
04 Sep SS1pmU7	19465	19545	19440	105	19520	---	↑ 90	0.46	37321
04 Sep SS1amU7	19565	19625	19425	200	19430	19430	↓ 265	1.35	77223
01 Sep SS1pmU7	19700	19730	19670	60	19685	---	↓ 10	0.05	27231
01 Sep SS1amU7	19700	19740	19620	120	19695	19695	UNCH	UNCH	50209
31 Aug SS1pmU7	19665	19735	19640	95	19680	---	↓ 15	0.08	21692
31 Aug SS1amU7	19565	19705	19560	145	19695	19695	↑ 140	0.72	60299

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
19625	19255	19740	19255	20100	19140	20290	18190
(04/Sep)	(06/Sep)	(01/Sep)	(06/Sep)	(02/Aug)	(29/Aug)	(20/Jun)	(17/Apr)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	19860	Pivot line
	19820	Reaction high (hourly)
	19625	Reaction high (hourly)
	19585	Reaction high (hourly)
<b>SUPPORT</b>	19300	Crucial support
	19240	Reaction low (hourly)
	19140	Low 29/Aug/2017 (Bottom)
	19055	Low 26/Apr/2017
<b>RECOMMENDATION</b>	BUY	----
	SELL	19500
	STOP LOSS	19600
	TARGET	19360 19290

**KSU7 (Kospi Sep Futures) – Exp. Date: 14 Sep 2017**



- Correction continues, facing strong support at 302.30
  - However be alert of the RSI in the oversold zone for a limited correction potential
  - While the resistance area at 306.00 - 306.60
- [\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
06 Sep	304.10	304.20	302.70	1.50	303.65	303.65	↓ 0.40	0.13	161567
05 Sep	305.95	306.00	303.50	2.50	304.05	304.05	↓ 0.80	0.26	191694
04 Sep	303.10	306.60	303.00	3.60	304.85	304.85	↓ 2.80	0.91	219499
01 Sep	309.10	309.50	306.85	2.65	307.65	307.65	↓ 0.35	0.11	175475
31 Aug	309.90	310.55	307.40	3.15	308.00	308.00	↓ 2.35	0.76	173453
30 Aug	309.50	310.35	308.65	1.70	310.35	310.35	↑ 1.85	0.60	119325

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
306.60 (04/Sep)	302.70 (06/Sep)	309.50 (01/Sep)	302.70 (06/Sep)	319.45 (01/Aug)	302.30 (11/Aug)	322.75 (25/Jul)	259.25 (02/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	310.55	High 31/Aug/2017
	309.50	High 01/Sep/2017
	306.60	High 04/Sep/2017
	306.00	High 05/Sep/2017
<b>SUPPORT</b>	302.70	Low 04/Sep/2017
	302.30	Low 06/Sep/2017 (Bottom)
	301.40	Low 24/May/2017
	299.00	Low 22/May/2017
<b>RECOMMENDATION</b>	BUY	----
	SELL	304.20
	STOP LOSS	306.20
	TARGET	302.10 301.00

### HSIU7 (Hang Seng September Futures) – Exp. Date: 28 Sep 2017



- Crucial area of 27600 is still tested after correction hit low 27350
- Consecutive lower highs formation supports a bearish signal
- Strong support at 26805  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
06 Sep	27614	27650	27350	300	27585	27585	↓ 126	0.45	130068
05 Sep	27775	27824	27628	196	27711	27711	↓ 46	0.17	102122
04 Sep	27807	27870	27611	259	27757	27756	↓ 113	0.41	109967
01 Sep	27980	28050	27851	199	27870	27869	↓ 69	0.25	101179
31 Aug (HSIU7)	27932	27966	27820	146	27939	27937	↓ 40	0.14	104355
30 Aug (HSIU7)	27750	28008	27740	268	27979	27979	↑ 377	1.37	112511
30 Aug (HSIQ7)	27877	28031	27871	160	28020	28020	↑ 297	1.07	20954

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
27870	27350	28050	27350	28071	26834	28071	21863
(04/Sep)	(06/Sep)	(01/Sep)	(06/Sep)	(28/Aug)	(11/Aug)	(28/Aug)	(03/Jan)

#### ANALYSIS & RECOMMENDATION

RESISTANCE	28071	High 28/Aug/2017
	27968	Reaction high (hourly)
	27824	Reaction high (hourly)
	27750	Reaction high (hourly)
SUPPORT	27542	Reaction low (hourly)
	27350	Low 06/Sep/2017
	27130	Low 22/Aug/2017
RECOMMENDATION	26924	Low 18/Aug/2017 (Reaction low)
	BUY	----
	SELL	27700
	STOP LOSS	27790
TARGET		27450
		27300

## CURRENCIES – *Daily Outlook*

### Dollar tumbles versus loonie after Bank of Canada raises rates - Reuters News



The U.S. dollar hit a multiyear low against the Canadian dollar on Wednesday after the Bank of Canada surprised many by raising interest rates, while rising against the safe-haven yen after President Donald Trump said he agreed with lawmakers to pass an extension of the U.S. debt limit.

The Bank of Canada (BoC) raised interest rates by 25 basis points to 1 percent after a hike in July, putting

Canada ahead of the curve in returning borrowing costs to more normal levels after they were slashed due to the 2007-2009 financial crisis.

The dollar fell as much as 1.9 percent against the loonie to C\$1.2140, its lowest level since mid-June 2015, and was last on track for its biggest percentage decline against the loonie in nearly two months.

"The market was a little bit less convinced that (the BoC) would go today," said Richard Franulovich, senior currency strategist at Westpac Banking Corp in New York. "A hike wasn't fully priced in."

The dollar jumped more than half a percentage point against the Japanese yen to 109.39 yen, rising off an eight-day trough touched in early trading of 108.47 yen on the news of agreement on the debt ceiling. The greenback was last on course for its biggest one-day percentage gain against the yen in more than two weeks.

Trump, siding with Democrats over his fellow Republicans, said he agreed with lawmakers to pass an extension of the U.S. debt limit until Dec. 15, potentially avoiding an unprecedented default on U.S. government debt.

"The biggest news, I think, was the announcement that they're going to have a three-month deal," said Steven Englander, head of research and strategy at Rafiki Capital Management in New York. "The reason the yen is responding and bond yields are responding is that it's risk-positive."

The euro was last roughly flat against the dollar at \$1.1910 ahead of the outcome of a European Central Bank meeting on Thursday. The euro pared earlier gains against the dollar after Bloomberg reported that the central bank was unlikely to reach a decision on reducing its bond purchases before October, citing euro-area officials familiar with the matter.

The dollar index, which measures the greenback against a basket of six major rivals, was last roughly flat at 92.291. [\(Source Reuters, Research – @her1en\)](#)

## EUR/USD

Interest Rate: 0.00% (EU)/ 1.00%-1.25% (US)



- Correction faces the support area at 1.1661
  - Crucial resistance around 1.1985
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	1.19122	1.19489	1.19017	47,2	1.19152	↑ 9,7	1.19055
Sep 05	1.18969	1.19392	1.18669	72,3	1.19055	↑ 12,3	1.18932
Sep 04	1.18770	1.19208	1.18760	44,8	1.18932	↑ 26,5	1.18667
Sep 01	1.19193	1.19776	1.18478	129,8	1.18667	↓ 39,4	1.19061
Aug 31	1.18930	1.19117	1.18221	89,6	1.19061	↑ 23,6	1.18825

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.19489 (06/Sep)	1.18669 (05/Sep)	1.19776 (01/Sep)	1.18478 (01/Sep)	1.20693 (29/Aug)	1.16611 (17/Aug)	1.20693 (29/Aug)	1.0342 (03/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	1.2352	High Dec 18, 2014
	1.2254	High Dec 25, 2014
	1.2108	High Jan 02, 2015
	1.1984	High Aug 30
SUPPORT	1.1864	Low Sept 05
	1.1771	Low Aug 25
	1.1729	Low Aug 21
	1.1661	Low Aug 17
RECOMMENDATION	BUY	1.1905
	SELL	-----
	STOP LOSS	1.1840
	TARGET	1.1975 1.2005

## USD/JPY

Interest Rate: 1.00%-1.25% (US)/-0.1% (JP)



- Rebound faces crucial resistance at 109.90, after the support level at 108.25 - 108.11 remains intact
- Beware of daily trend tends bearish, for a limited rebound potential

[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	108.719	109.385	108.439	94,6	109.212	↑ 42,3	108.789
Sep 05	109.655	109.822	108.620	120,2	108.789	↓ 87,7	109.666
Sep 04	109.819	109.923	109.372	55,1	109.666	↓ 55,4	110.220
Sep 01	109.923	110.488	109.540	94,8	110.220	↑ 24,8	109.972
Aug 31	110.228	110.660	109.869	79,1	109.972	↓ 25,1	110.223

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
109.923 (04/Sep)	108.439 (06/Sep)	110.488 (01/Sep)	108.439 (06/Sep)	111.038 (04/Aug)	108.256 (29/Aug)	118.60 (03/Jan)	108.14 (17/Apr)

### ANALYSIS & RECOMMENDATION

RESISTANCE	111.33	High 28/Jul/2017
	111.04	High 04/Aug/2017 (Reaction high)
	110.66	High 31/Aug/2017 (Reaction high)
	109.92	Reaction high (hourly)
SUPPORT	108.25	Low 29/Aug/2017
	108.11	Low 17/Apr/2017 (Bottom)
	107.74	Low 15/Nov/2016
	106.51	Low 14/Nov/2016
RECOMMENDATION	BUY	108.90
	SELL	----
	STOP LOSS	108.20
	TARGET	109.85 110.25

## GBP/USD

Interest Rate: 0.25% (GB)/1.00%-1.25% (US)



- Rebound breakout resistance area at 1.3060, hit high at 1.3082
- However RSI in the overbought zone
- Be alert of a reversal if it fails to hold above 1.3060  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	1.30338	1.30812	1.30174	63,8	1.30402	↑ 12,6	1.30276
Sep 05	1.29286	1.30415	1.29076	133,9	1.30276	↑ 110,7	1.29169
Sep 04	1.29609	1.29649	1.29114	53,5	1.29169	↓ 38,6	1.29555
Sep 01	1.29254	1.29931	1.29043	88,8	1.29555	↑ 74,4	1.28811
Aug 31	1.29234	1.29337	1.28514	82,3	1.28811	↓ 40,4	1.29215

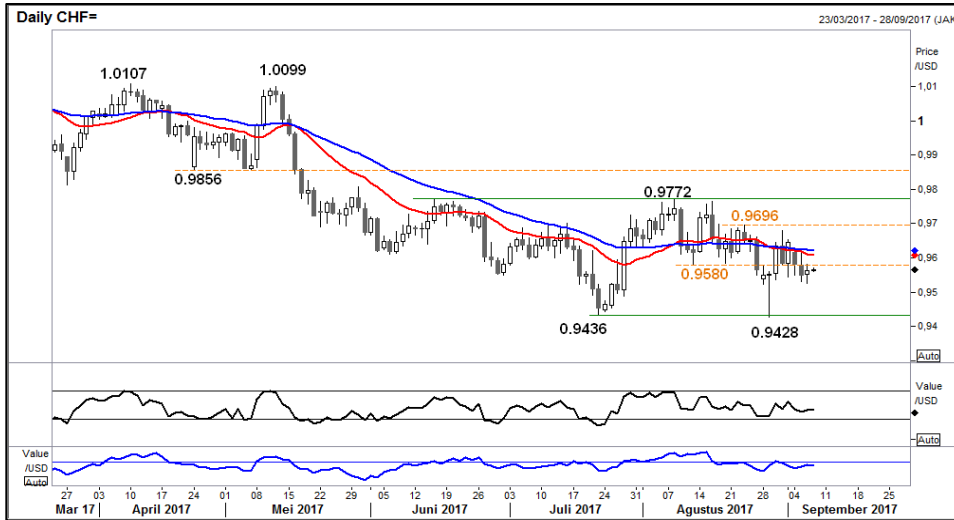
WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.30812 (06/Sep)	1.29076 (05/Sep)	1.30812 (06/Sep)	1.29043 (01/Sep)	1.32665 (03/Aug)	1.27728 (24/Aug)	1.32665 (03/Aug)	1.1986 (16/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	1.3278	High 15/Sep/2016 (Reaction high)
	1.3264	High 03/Aug/2017 (Peak)
	1.3164	High 04/Aug/2017
	1.3082	High 06/Sep/2017
SUPPORT	1.2999	Pivot line (hourly)
	1.2902	Low 01/Sep/2017
	1.2849	Low 31/Aug/2017
	1.2770	Low 24/Aug/2017
RECOMMENDATION	BUY	1.3020
	SELL	----
	STOP LOSS	1.2950
	TARGET	1.3110 1.3160

## USD/CHF

Interest Rate: 1.00%-1.25% (US)/-1.25 to -0.25% (CH)



- Rebound is still quite limited, stuck around the crucial level 0.9580
  - However be alert a consecutive lower highs formation that supports a bearish signal
  - Strong support at 0.9428 while resistance at 0.9696
- [\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	0.95503	0.95808	0.95266	54,2	0.95668	↑ 15,3	0.95515
Sep 05	0.95782	0.96130	0.95331	79,9	0.95515	↓ 37,9	0.95894
Sep 04	0.96086	0.96166	0.95506	66,0	0.95894	↓ 57,3	0.96467
Sep 01	0.95815	0.96513	0.95443	107,0	0.96467	↑ 60,8	0.95859
Aug 31	0.96220	0.96785	0.95811	97,4	0.95859	↓ 48,9	0.96348

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.96166 (04/Sep)	0.95266 (06/Sep)	0.96513 (01/Sep)	0.95266 (06/Sep)	0.97715 (08/Aug)	0.94269 (29/Aug)	1.0335 (03/Jan)	0.94269 (29/Aug)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.9808	High 30/May/2017 (Reaction high)
	0.9772	High 08/Aug/2017 (Reaction high)
	0.9696	High 23/Aug/2017 (Reaction high)
	0.9614	High 05/Sep/2017
SUPPORT	0.9428	Low 29/Aug/2017
	0.9379	Low 26/Aug/2015
	0.9295	Low 25/Aug/2015
	0.9241	Low 29/Jun/2015 (Reaction low)
RECOMMENDATION	BUY	0.9530
	SELL	----
	STOP LOSS	0.9425
	TARGET	0.9610 0.9650



## AUD/USD

Interest Rate: 1.5% (AU)/ 1.00%-1.25% (US)



- Moves in trend channel, with daily correction
- Main resistance at 0.8162  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	0.79952	0.80199	0.79623	57,6	0.79939	↓ 2	0.79941
Sep 05	0.79462	0.80272	0.79410	86,2	0.79941	↑ 47,3	0.79468
Sep 04	0.79591	0.79716	0.79419	29,7	0.79468	↓ 21,8	0.79686
Sep 01	0.79445	0.79918	0.79205	71,3	0.79686	↑ 25,2	0.79434
Aug 31	0.79028	0.79488	0.78702	78,6	0.79434	↑ 50,1	0.78933

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.80272 (05/Sep)	0.79410 (05/Sep)	0.80272 (05/Sep)	0.79205 (01/Sep)	0.80416 (01/Aug)	0.78067 (15/Aug)	0.80646 (27/Jul)	0.7182 (03/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.8295	High Jan 15, 2015 (Reaction high)
	0.8162	High May 14, 2015
	0.8065	High July 27
	0.8042	High 01/Aug/2017
SUPPORT	0.7940	Low Sept 05
	0.7863	Low Aug 24
	0.7812	Low Aug 16
	0.7721	Low July 14
ECOMMENDATION	BUY	0.7980
	SELL	-----
	STOP LOSS	0.7915
	TARGET	0.8050 0.8080

## NZD/USD

Interest Rate: 2.00% (NZ) / 1.00%-1.25% (US)



- Head & Shoulders pattern supports bearish signal
- Correction facing the support area at 0.7100 - 0.7050
- Daily RSI is flat  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	0.72403	0.72601	0.71853	74,8	0.71985	↓ 35,0	0.72335
Sep 05	0.71642	0.72623	0.71568	105,5	0.72335	↑ 66,4	0.71671
Sep 04	0.71628	0.71812	0.71552	26,0	0.71671	↑ 2,7	0.71644
Sep 01	0.71752	0.72047	0.71446	60,1	0.71644	↓ 12,3	0.71767
Aug 31	0.72017	0.72087	0.71305	78,2	0.71767	↓ 23,2	0.71999

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.72623 (05/Sep)	0.71552 (04/Sep)	0.72623 (05/Sep)	0.71446 (01/Sep)	0.75239 (01/Aug)	0.71305 (31/Aug)	0.75570 (27/Jul)	0.68166 (11/May)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.7473	High Aug 02
	0.7454	High Aug 04
	0.7335	High Aug 22
	0.7298	High 29/Aug/2017
SUPPORT	0.7156	Low Sept 05
	0.7112	Low June 05
	0.7054	Low June 01
	0.7005	Low May 26
RECOMMENDATION	BUY	0.7185
	SELL	-----
	STOP LOSS	0.7120
	TARGET	0.7255 0.7285

## EUR/JPY

Interest Rate: 0.00% (EU)/-0.1% (JP)



- Rebound develops after restrained at 129.30
  - Rebound faces the resistance area of 131.39 - 131.70
  - While the crucial support area is at 128.34
- [\(Research - @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	129.496	130.368	129.340	102,8	130.153	↑ 45,8	129.695
Sep 05	130.458	130.610	129.355	125,5	129.695	↓ 73,4	130.429
Sep 04	130.436	130.681	130.077	60,4	130.429	↓ 36,9	130.798
Sep 01	131.028	131.315	130.633	68,2	130.798	↓ 13,9	130.937
Aug 31	131.093	131.558	130.680	87,8	130.937	↓ 4,5	130.982

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
130.681	129.340	131.315	129.340	131.678	127.532	131.678	114.87
(04/Sep)	(06/Sep)	(01/Sep)	(06/Sep)	(30/Aug)	(18/Aug)	(30/Aug)	(17/Apr)

### ANALYSIS & RECOMMENDATION

RESISTANCE	132.80	High 22/Dec/2015 (Reaction high)
	132.25	High 29/Jan/2016 (Peak)
	131.70	High 30/Aug/2017
	130.63	High 05/Sep/2017
SUPPORT	129.09	Low 25/Aug/2017
	127.82	Low 21/Aug/2017
	127.42	Low 06/Jul/2017 (Reaction low)
	126.47	Low 28/Jun/2017
RECOMMENDATION	BUY	129.90
	SELL	----
	STOP LOSS	129.00
	TARGET	130.80 131.25

### USD/CAD

Interest Rate: 1.00%-1.25% (US)/0.75% (CA)



- Correction continues after failing to hold above 1.2412
- Daily trend still likely bearish
- However be alert the RSI in the oversold zone  
[\(Research – @ErwinRiset\)](#)

<b>WEEKLY OPEN</b>	<b>CURRENT PRICE</b>
<b>1.2399</b>	<b>1.2225</b>

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.2428 (04/Sep)	1.2134 (06/Sep)	1.2491 (01/Sep)	1.2134 (06/Sep)	1.2778 (15/Aug)	1.2438 (29/Aug)	1.3793 (05/May)	1.2134 (06/Sep)

ANALYSIS & RECOMMENDATION		
<b>RESISTANCE</b>	1.2740	Reaction high (hourly)
	1.2691	High 18/Aug/2017 (Reaction high)
	1.2491	High 01/Sep/2017
	1.2415	High 06/Sep/2015
<b>SUPPORT</b>	1.2134	Low 06/Sep/2010
	1.2124	Low 18/Jun/2015 (Bottom)
	1.1997	Low 18/May/2015
	1.1916	Low 14/May/2015 (Bottom)
<b>RECOMMENDATION</b>	BUY	----
	SELL	1.2285
	STOP LOSS	1.2420
	TARGET	1.2200 – 1.2135

## Precious Metal – *Daily Outlook*

### Gold eases from 1-year high on U.S. debt ceiling deal - Reuters News



Gold prices fell on Wednesday from the one-year high hit in the previous session as concerns over a potential U.S. government shutdown eased and the dollar rose against the safe-haven yen.

President Donald Trump said on Wednesday he had agreed on a three-month increase in the U.S. debt ceiling with congressional leaders. If passed by the Republican-led Congress, it would avert an unprecedented default on U.S. government debt, keep the government funded for the first three months of the fiscal year

beginning Oct. 1 and provide aid to victims of Hurricane Harvey.

U.S. Treasury yields rose on the news and gold fell as safe-haven demand among investors worried about a short-term default subsided.

"I think today's pare back in gains was directly related to the extension provided for three months with this debt ceiling, so we saw some of that risk premium of a U.S. government shutdown come out of the metals markets," said Phillip Streible, senior commodities broker for RJO Futures in Chicago.

Spot gold fell 0.4 percent to \$1,333.44 an ounce by 3:41 p.m. EDT (1941 GMT). It touched \$1,344.21 an ounce on Tuesday, its highest since Sept. 8, 2016.

U.S. gold futures eased to settle at \$1,339.

The U.S. dollar, meanwhile, jumped more than half a percentage point against the Japanese yen on the debt ceiling agreement.

A lower U.S. currency makes dollar-denominated gold cheaper for holders of other currencies, which could boost demand.

A standoff over the U.S. federal debt ceiling had raised alarm bells among investors who feared a repeat of 2011 when a prolonged showdown over increasing the borrowing limit and subsequent downgrade of U.S. credit quality led to a slump in the S&P 500 stock index.

"I still don't think we've seen the top in gold yet because things are quite heated with North Korea," Streible said.

Investor unease was reinforced after a North Korean diplomat warned his country was ready to send "more gift packages" to the United States as world powers struggled for a response to Pyongyang's latest nuclear weapons test.

"The concern now is that another launch could take place on September 9th, which is the (North Korea's) Independence Day," said INTL FCStone analyst Edward Meir.

"Gold is likely to move higher over the course of September, sustained by a weaker dollar and North Korean tensions ... Any further wobbles in US equities could provide further support and perhaps nudge it towards our \$1390 price target."

Technical resistance is at \$1,352, near the high from last September, followed by \$1,376, the upper Bollinger band on the monthly charts. But the momentum indicator near zero suggests gold may be in for a period of consolidation.

Elsewhere silver fell 0.2 percent to \$17.85 an ounce, platinum fell 0.8 percent to \$998.25 an ounce and palladium lost nearly 2 percent to \$939 an ounce. *(Source Reuters, Research – @her1en)*



## SILVER (XAG/USD)



- With strong resistance at 18.64
  - While the crucial support area is around 17.00
  - Beware of daily RSI entering overbought area
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	17.888	17.978	17.797	0.18	17.855	↓ 0.01	17.868
Sep 05	17.841	17.988	17.765	0.22	17.868	FLAT	17.864
Sep 04	17.839	17.930	17.767	0.16	17.864	↑ 0.16	17.703
Sep 01	17.557	17.735	17.405	0.33	17.703	↑ 0.15	17.554
Aug 31	17.410	17.608	17.258	0.35	17.554	↑ 0.15	17.403

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
17.988	17.765	17.988	17.405	17.647	16.108	18.63	14.334
(05/Sep)	(05/Sep)	(05/Sep)	(01/Sep)	(29/Aug)	(07/Aug)	(17/Apr)	(07/Jul)

### ANALYSIS & RECOMMENDATION

RESISTANCE	18.99	High 09/Nov/2016 (Peak)
	18.64	Reaction high (High Apr 17)
	18.43	High Apr 18
	18.22	High Apr 20
SUPPORT	17.74	Low Sept 05
	17.44	Low Sept 04
	17.24	Low Aug 31
	16.99	Low Aug 28
ECOMMENDATION	BUY	17.80
	SELL	-----
	STOP LOSS	17.55
	TARGET	18.15
		18.35

## OIL – Daily Outlook

### Oil up after Harvey fallout; Irma heads toward Florida - Reuters News



Oil prices rose more than 1 percent on Wednesday as strong global refining margins and the reopening of U.S. Gulf Coast refineries provided a more bullish outlook after sharp drops due to Hurricane Harvey. But traders remained wary of Hurricane Irma, ranked as one of the five most powerful Atlantic hurricanes in the last 80 years, which was passing over the northernmost Virgin Islands on Wednesday afternoon and headed toward Florida at the weekend, raising concerns that it could knock out a major demand center and cause more fuel shortages.

There is also another tropical storm on Irma's heels. Jose, heading for the Caribbean, strengthened to a hurricane on Wednesday and could become a major Category 3 storm by Friday.

Brent had gained 82 cents to settle at \$54.20 a barrel. U.S. West Texas Intermediate (WTI) crude futures were up 50 cents at \$49.16 a barrel. Prices were little-changed after industry data showed U.S. crude stockpiles increased last the week.

"Everyone is just grappling with the spate of storms that are populating the Gulf," said John Kilduff, a partner at Again Capital.

Many refineries, pipelines and ports that were shut due to Harvey 10 days ago are restarting.

On Tuesday, about 3.8 million barrels per day (bpd) of refining capacity, or 20 percent of the U.S. total, was shut. This compares with 4.2 million bpd at the height of the storm.

Phillips 66 began restarting its Sweeny, Texas refinery on Tuesday, and expects the plant to be at full production by mid-September.

"Refineries coming back online is putting a squeeze on supplies in the Gulf," Kilduff said. Crack spreads, a measure of refining profitability, have been constrained as crude prices have risen and gasoline futures have begun to be pared back.

Gulf Coast and Caribbean energy infrastructure began to brace for Irma. BP Plc said it would evacuate non-essential personnel from its Thunder Horse platform in the Gulf of Mexico, while Buckeye Partners has shut its Yabucoa oil terminal in Puerto Rico and was preparing for the storm at two other marine terminals in Florida and the Bahamas.

Oil terminals and distributors in Florida are tracking the storm, which could curtail fuel shipments to the state, which is largely dependent upon waterborne deliveries of gasoline and diesel.

Around 250,000 bpd of refining capacity in the Dominican Republic and Cuba lies in the immediate path of Irma, Thomson Reuters Eikon data showed.

Weekly storage data was expected to give a better view of the extent of Harvey's impact on U.S. fuel inventories although some analysts say it will take a few weeks more to get a complete picture.

U.S. crude stocks rose last week, while gasoline and distillate inventories drew as refinery utilization rates plunged 11.1 percentage points to 83.9 percent of capacity, data from industry group the American Petroleum Institute showed.

Government data on Thursday is expected to confirm that crude stockpiles rose after nine straight weekly drawdowns, with analysts forecasting a build of 4 million barrels.

Longer-term, the oil industry outlook is for ample supplies and low prices as crude output remains high in the three biggest producing regions: Russia, the Middle East and North America.

Adding to the longer term bearishness, some Libyan production returned. The 280,000 bpd Sharara oilfield, the country's largest, was gradually restarting on Wednesday after the lifting of a pipeline blockade, Libyan oil sources said. [\(Source Reuters, Research – @her1en\)](#)



**CLV7/USD (OIL)**  
 (Exp.: 20 Sep. 2017 - Reuters)



- Daily high level rises, daily RSI rises
- Downtick target at 45.25
- Important resistance at 50.70  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Sep 06	48.59	49.40	48.51	0.89	49.14	↑ 0.53	48.61
Sep 05	47.37	48.96	47.34	1.62	48.61	↑ 1.26	47.35
Sep 04	47.32	47.63	47.15	0.48	47.35	↑ 0.02	47.33
Sep 01	47.06	47.33	46.55	0.78	47.33	↑ 0.25	47.08
Aug 31	45.92	47.45	45.58	1.87	47.08	↑ 1.13	45.95

WEEKLY		SEPTEMBER		AUGUST		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
49.40 (06/Sep)	47.15 (04/Sep)	49.40 (06/Sep)	46.55 (01/Sep)	50.41 (01/Aug)	45.58 (31/Aug)	55.22 (03/Jan)	42.04 (21/Jun)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	54.87	High Apr 12 (Peak)
	53.99	High Apr 19
	52.50	High May 25
	50.70	High 30/May/2017 (Reaction high)
<b>SUPPORT</b>	48.52	Low Sept 06
	47.15	Low Sept 05
	46.56	Low Sept 01
	45.58	Low Aug 31
<b>RECOMMENDATION</b>	BUY	48.95
	SELL	-----
	STOP LOSS	47.95
	TARGET	50.35 50.85