

# Daily Bulletin

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

Research Department

10/11/2017

**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

- Stocks around the world rose on Tuesday as Wall Street eked out record highs ahead of earnings season, while U.S. Treasury prices pared gains after Catalonia's leader allowed for talks with Madrid even as he proclaimed independence from Spain.

### GLOBAL ECONOMIES

- China will have no problem meeting its economic growth target of around 6.5 percent this year, and may even beat it, the head of the Statistics Bureau said on Tuesday, confirming widespread market expectations.
- The German government will raise its 2017 growth forecast for Europe's biggest economy to 2.0 percent, a sharp increase from its earlier estimate of 1.5 percent and the strongest rate since 2011, a source told Reuters on Tuesday.
- Greece's annual EU-harmonised inflation rate accelerated in September, statistics service data showed on Tuesday.
- Britain's Brexit-bound economy remains stuck in a low gear but is probably not weak enough to dissuade the Bank of England from raising interest rates next month, economic data showed.
- Short-term inflation expectations among U.S. consumers were stuck near their lowest level since early 2016 in September as the one-year outlook on wages and family finances deteriorated, a New York Federal Reserve survey released on Tuesday showed.
- Canadian housing starts dipped in September, but did not fall as much as expected, capping another quarter of strong home building growth, but a drop in August building permits suggested the long boom is cooling, separate reports showed on Tuesday

### GLOBAL MARKETS

**U.S. & Global Markets** – Stocks around the world rose on Tuesday as Wall Street eked out record highs ahead of earnings season, while U.S. Treasury prices pared gains after Catalonia's leader allowed for talks with Madrid even as he proclaimed independence from Spain.

Oil futures rose on signs of supply rebalancing, helping shares in energy companies.

The dollar lost ground and the euro climbed to its highest in a week on strong data and monetary policy commentary as well as speculation on the Catalan situation.

The euro saw a small pullback when Catalan leader Carles Puigdemont proclaimed the region's independence, but then hit a session high after he said its effects would be suspended to allow for talks with the Madrid government.

"Anything that shows Catalonia is open to talks would be well received by European assets," said Joe Manimbo, senior market analyst at Western Union Business Solutions in Washington.

IBEX 35 Index futures were up 1.1 percent on Tuesday afternoon after Madrid's IBEX stock index closed down 0.9 percent in the regular session.

The three major Wall Street indexes scaled new record highs, helped by gains in energy stocks and a 4.5 percent rise in shares of Wal-Mart on the back of the company's \$20 billion share buyback plan.

The Dow Jones Industrial Average rose 69.61 points, or 0.31 percent, to close at 22,830.68, the S&P 500 gained 5.91 points, or 0.23 percent, to 2,550.64 and the Nasdaq Composite added 7.52 points, or 0.11 percent, to 6,587.25.

MSCI's gauge of stocks across the globe gained 0.44 percent.

"If you really want to be bearish about this market, there's no shortage of macro events you could point to whether it's North Korea or China, Catalonia or the Trump dynamics. So far the market has looked through every one of them," said Nathan Thooft, senior managing director in asset allocation at Manulife Asset Management in Boston.

"It's this game of looking at macro events versus actual fundamentals, and fundamentals are driving the market," said Thooft, who expects earnings to beat expectations.

The dollar index, which tracks the greenback against a basket of major currencies, fell for the third day in a row. It fell 0.48 percent, with the euro up 0.66 percent to \$1.1817.

On top of strong German export data, traders were also upbeat after one of the European Central Bank's German policymakers called for an end to its stimulus.

The Catalan news also pared U.S. Treasuries gains.

Benchmark 10-year notes was last up 6/32 in price to yield 2.3481 percent, from 2.368 percent late on Monday.

The 30-year bond was last up 14/32 in price to yield 2.884 percent, from 2.906 percent late on Monday.

"They temporarily kicked the can (down the road) on Catalonia," said Aaron Kohli, an interest rate strategist at BMO Capital Markets in New York. [\(Source Reuters – @her1en\)](#)

### GLOBAL ECONOMIES

**China** – China will have no problem meeting its economic growth target of around 6.5 percent this year, and may even beat it, the head of the Statistics Bureau said on Tuesday, confirming widespread market expectations.

Steps taken by the government to rein in the overheated property market have also been effective and will remain in place, Ning Jizhe told reporters in a briefing in Beijing.

Analysts have expected that full-year growth would meet or exceed the government's target after the world's second-largest economy expanded by a stronger-than-expected 6.9 percent in the first half, fueled by heavy government infrastructure spending and a property boom.

If growth does beat last year's 6.7 percent - the lowest in 26 years - it would mark the first acceleration in the growth rate in seven years.

As fears of the economy suffering a hardlanding have faded, policymakers have become readier to tackle mounting debt and push forward difficult structural reforms.

Ning's comments came just a week before a five-yearly Communist Party Congress which will be closely watched for any leadership reshuffle and cues on broad policy directions.

While the economy could lose some momentum in coming months due to higher borrowing costs and property cooling measures, most analysts believe the slowdown will be moderate.

The World Bank last week raised its economic growth forecast for China for 2017 to 6.7 percent from 6.5 percent. It also estimates growth will moderate at a slower pace to 6.4 percent in 2018 compared to a previous forecast of 6.3 percent.

Some critics have argued China should abandon its arbitrary annual growth target or lower it, to allow healthier and more sustainable economic development, and become less reliant on government stimulus. China routinely sets its GDP target during a central government economic meeting towards the year-end and announces it at the country's annual parliament meeting early in the next year.

Ning said survey-based unemployment in major cities was 4.83 percent in September, the lowest since 2012.

Many analysts, however, say official job figures are an unreliable indicator of nationwide employment conditions.

**Euro Zone** – The German government will raise its 2017 growth forecast for Europe's biggest economy to 2.0 percent, a sharp increase from its earlier estimate of 1.5 percent and the strongest rate since 2011, a source told Reuters on Tuesday.

Berlin also plans to lift its 2018 forecast for gross domestic product (GDP) to expand 1.9 percent, up from its earlier forecast of 1.6 percent, the person familiar with the projections said.

Economy Minister Brigitte Zypries will present the government's updated forecasts on Wednesday.

The German economy grew by 1.9 percent in 2016, the strongest rate in five years, propelled by private consumption and state spending as households and authorities are benefiting from record-high employment and ultra-low borrowing costs.

The International Monetary Fund on Tuesday raised its growth forecast for the German economy to a calendar-adjusted 2.0 percent in 2017 and 1.8 percent in 2018.

The government's growth forecast figures are not adjusted for workdays. Due to the unusually strong calendar effect in 2017, the forecast would translate into an adjusted growth rate of 2.3 percent this year.

**Greece** – Greece's annual EU-harmonised inflation rate accelerated in September, statistics service data showed on Tuesday.

The reading in September was 1.0 percent, up from 0.6 percent in August. The data also showed the headline consumer price index picked up to 1.0 percent year-on-year from 0.9 percent in the previous month.

Consumer prices were led higher by alcoholic beverages, tobacco, hotels, restaurants, transportation and telecommunications costs, the data showed.

For years an inflation outlier in the euro zone, Greece had been in a protracted deflation mode since March 2013 based on its headline index, as wage and pension cuts and a multi-year recession took a heavy toll on Greek household incomes.

Deflation in Greece, which signed up to its first international bailout in 2010, hit its highest level in November 2013, when consumer prices registered a 2.9 percent year-on-year decline. The economy emerged from deflation in June 2016.

Inflation in the 19-member euro zone held steady at 1.5 percent in September, missing expectations for 1.6 percent and trending well below the ECB's target of almost 2 percent.

\*\*\*\*\*

KEY FIGURES	SEPT	AUG	JULY	JUNE	MAY	APRIL
EU-harmonised	1.0	0.6	0.9	0.9	1.5	1.6
CPI y/y	1.0	0.9	1.0	1.0	1.2	1.6

source: ELSTAT

**U.K.** – Britain's Brexit-bound economy remains stuck in a low gear but is probably not weak enough to dissuade the Bank of England from raising interest rates next month, economic data showed.

Separately on Tuesday, Britain's budget forecasters gave a gloomier medium-term outlook for the economy, potentially leaving finance

minister Philip Hammond with less room to offset any big hit from Britain's departure from the European Union.

The somewhat downbeat picture for the world's fifth-biggest economy from a raft of data - including a record goods trade deficit - contrasted with the situation in some of Britain's closest trading partners in the European Union.

German exports outpaced imports in August, adding to signs it performed strongly in the third quarter, and Italian industrial output was much stronger than expected.

But there were some signs of encouragement for Britain.

The country's factories had their strongest two months of 2017 in July and August, and the construction sector grew for the first time in three months.

In year-on-year terms, factory output was 2.8 percent higher, its fastest growth in six months.

Revisions to past data showed Britain's economy had been a bit less weak earlier this year than previously thought.

"They're not storming figures but I think they're good enough to keep the Bank of England on track for a November rate hike," said Victoria Clarke, an economist with Investec.

Britain's economy has slowed sharply this year as consumers felt the pinch from rising inflation, caused largely by the fall in the value of the pound after the Brexit vote, and by weak wage growth.

**U.S.** – Short-term inflation expectations among U.S. consumers were stuck near their lowest level since early 2016 in September as the one-year outlook on wages and family finances deteriorated, a New York Federal Reserve survey released on Tuesday showed.

Medium-term inflation expectations, however, rose last month.

"In particular, expectations about earnings, spending, income growth, home prices, financial situations and the stock market all deteriorated," the New York Fed said.

The more pessimistic view followed a September payrolls report that showed a surprisingly strong 0.5 percent gain in wages and the continued strong performance of Wall Street stock indexes.

The New York Fed report showed that expectations for inflation one year out were unchanged at 2.5 percent last month, holding near their weakest level since January 2016.

The three-year inflation expectations measure moved to 2.8 percent, up 0.2 percentage point from August.

Both measures have generally declined since the survey began in mid-2013, reflecting the years in which most U.S. inflation measures have fallen short of the central bank's 2 percent medium-term target.

In recent days, several Fed officials including Chair Janet Yellen have said the softness in domestic inflation is likely temporary, which may not deter the central bank from raising rates at its December policy meeting.

The New York Fed's internet-based survey is done by a third party and taps a rotating panel of about 1,300 household heads.

**Canada** – Canadian housing starts dipped in September, but did not fall as much as expected, capping another quarter of strong home building growth, but a drop in August building permits suggested the long boom is cooling, separate reports showed on Tuesday.

Groundbreaking on homes edged slightly lower in September to 217,118 units from August's upwardly revised 225,918 as a 10.7 percent drop in multiple starts, typically condos, outweighed an 8.2 percent climb in single starts, the Canada Mortgage and Housing Corporation said.

Analysts had expected starts to cool to a 210,000 annual rate but construction continued to defy expectations for a pullback after a near decade-long boom.

"Canadian homebuilding activity remains robust, with the best population growth in 25 years proving fundamental support. And, after declining modestly in the second quarter, residential investment looks to have added to growth again in the third quarter," BMO senior economist Robert Kavcic wrote in a client note.

Canada's long housing boom has shown signs of cooling, particularly in the nation's largest city, Toronto, where the introduction in April of a foreign buyers tax has doused sales and ended many of the bidding wars that had become a hallmark of the city's overheated market.

A separate report from Statistics Canada showed the value of Canadian building permits fell more than expected in August, the second straight monthly decrease, on lower construction intentions for multifamily homes as well as industrial facilities.

The 5.5 percent decrease in total building permits surpassed forecasts for a decline of 1.0 percent and suggested that the building boom will slow in

the months ahead. July figures were revised to show a decrease of 2.8 percent from the previously reported 3.5 percent fall.

"Despite the drop (in housing starts) in September, Canadian residential construction remains at a level that is higher than demographic needs," said Krishen Rangasamy, senior economist at National Bank Financial, estimating that a 190,000 pace of starts would meet demographic needs. "Based on declining permit applications, a moderation is in the cards for residential construction in the last quarter of 2017," he added in a research note.

Nonresidential building permits fell 10.0 percent in August as construction intentions for industrial, commercial and institutional buildings all declined.

Residential permits fell 2.8 percent as a 6.0 percent drop in multifamily building permits offset a 0.4 percent increase in plans to build single-family homes. [\(Source Reuters, Research – @her1en\)](#)

## WEEKLY ECONOMIC CALENDAR

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
Mon/09-Oct-17	08:45	CN	Caixin China PMI Composite	Sep	51.4	--	52.4	
	08:45	CN	Caixin China PMI Services	Sep	50.6	53.1	52.7	
09-Oct - 13-Oct	N/A	KR	Foreign Direct Investments YoY	3Q	-	--	-9.0%	
	N/A	HK	Foreign Reserves	Sep	-	--	\$413.7b	
	12:30	AU	Foreign Reserves	Sep	A\$74.9b	--	A\$76.3b	
	13:00	DE	Industrial Production SA MoM	Aug	2.6%	0.9%	0.0%	-0.1%
	13:00	DE	Industrial Production WDA YoY	Aug	4.7%	3.0%	4.0%	4.2%
	15:30	EZ	Sentix Investor Confidence	Oct	29.7	28.6	28.2	
	<b>All Day</b>	<b>KR</b>	<b>Hangul Day</b>					
	<b>All Day</b>	<b>JP</b>	<b>Healths and Sports Day</b>					
	<b>All Day</b>	<b>CA</b>	<b>Bank Holiday/ Thanksgiving Day</b>					
	<b>All Day</b>	<b>US</b>	<b>Bank Holiday/ Columbus Day</b>					
Tue/10-Oct-17	05:30	AU	ANZ Roy Morgan Weekly Consumer Confidence Index	Oct-08	113.8	--	113.4	
	06:50	JP	BoP Current Account Balance	Aug	¥2380.4b	¥2223.3b	¥2320.0b	
	06:50	JP	BoP Current Account Adjusted	Aug	¥2266.9b	¥1978.6b	¥2032.9b	
	06:50	JP	Trade Balance BoP Basis	Aug	¥318.7b	¥264.9b	¥566.6b	
	07:30	AU	NAB Business Conditions	Sep	14	--	15	14
	07:30	AU	NAB Business Confidence	Sep	7	--	5	
	07:30	JP	BOJ Kuroda speaks at Branch Managers' meeting					
	10:20	AU	RBA's Debelle Gives Speech in HK Via Video Link					
	12:00	JP	Eco Watchers Survey Current SA	Sep	51.3	49.9	49.7	
	12:00	JP	Eco Watchers Survey Outlook SA	Sep	51.0	50.5	51.1	
	12:45	CH	Unemployment Rate	Sep	3.0%	3.0%	3.0%	
	12:45	CH	Unemployment Rate SA	Sep	3.1%	3.2%	3.2%	
	13:00	DE	Trade Balance	Aug	20.0b	20.1b	19.5b	19.3b
	13:00	DE	Current Account Balance	Aug	17.8b	19.6b	19.4b	19.6b
	13:00	DE	Exports SA MoM	Aug	3.1%	0.2%	0.2%	
	13:00	DE	Imports SA MoM	Aug	1.2%	0.5%	2.2%	2.4%
	15:30	GB	Industrial Production MoM	Aug	0.2%	0.2%	0.2%	
15:30	GB	Industrial Production YoY	Aug	1.6%	0.9%	0.4%	1.1%	
15:30	GB	Manufacturing Production MoM	Aug	0.4%	0.2%	0.5%	0.4%	
15:30	GB	Manufacturing Production YoY	Aug	2.8%	1.9%	1.9%	2.7%	

	15:30	GB	Construction Output SA MoM	Aug	0.6%	0.0%	-0.9%	-1.0%
	15:30	GB	Construction Output SA YoY	Aug	3.5%	0.2%	-0.4%	
	15:30	GB	Visible Trade Balance GBP/Mn	Aug	-£14240	-£11200	-£11576	-£12830
	15:30	GB	Trade Balance Non EU GBP/Mn	Aug	-£5830	-£3600	-£3842	-£5340
	15:30	GB	Trade Balance	Aug	-£5626	-£2800	-£2872	-£4236
	17:00	US	NFIB Small Business Optimism	Sep	103.0	105.1	105.3	
	19:00	GB	NIESR GDP Estimate	Sep	0.4%	--	0.4%	0.5a5
	19:15	CA	Housing Starts	Sep	217.1k	212k	223.2k	
	19:30	CA	Building Permits MoM	Aug	-5.5%	-1.0%	-3.5%	-2.8%
	21:00	US	Fed's Kashkari Speaks at Regional Economic Conference					
<b>Wed/11-Oct-17</b>	01:00	CA	Bank of Canada's Wilkins speaks at IMF panel					
	04:00	KR	Foreign Reserves	Sep	-	--	\$384.84b	
	06:30	AU	Westpac Consumer Conf Index	Oct		--	97.9	
	06:30	AU	Westpac Consumer Conf SA MoM	Oct		--	2.5%	
	06:50	JP	Core Machine Orders MoM	Aug		1.7%	8.0%	
	06:50	JP	Core Machine Orders YoY	Aug		--	-7.5%	
	07:00	US	Fed's Kaplan Speaks at Stanford Institute					
	08:30	KR	Korea Central Bank to Sell KRW 2.8Tln 2-Year Bond					
	13:00	JP	Machine Tool Orders YoY	Sep P		--	36.2%	
	18:15	US	Fed's Evans Speaks on Economy and Monetary Policy					
<b>Thu/12-Oct-17</b>	01:00	US	FOMC Meeting Minutes	Sep-20		--	--	
	01:40	US	Fed's Williams Gives Community Leaders Speech					
	01:50	EZ	ECB's Praet Speaks in New York					
	06:50	JP	PPI YoY	Sep		3.0%	2.9%	
	06:50	JP	PPI MoM	Sep		0.2%	0.0%	
	06:50	JP	Bank Lending Incl Trusts YoY	Sep		--	3.2%	
	06:50	JP	Bank Lending Ex-Trusts YoY	Sep		--	3.2%	
	07:00	AU	Consumer Inflation Expectation	Oct		--	3.8%	
	07:00	NZ	ANZ Consumer Confidence Index	Oct		--	129.9	
	07:00	NZ	ANZ Consumer Confidence MoM	Oct		--	2.9%	
	07:30	AU	Home Loans MoM	Aug		1.0%	2.9%	
	07:30	AU	Investment Lending	Aug		--	-3.9%	
	11:30	JP	Tertiary Industry Index MoM	Aug		--	0.1%	
	15:30	GB	Bank of England Credit Conditions & Bank Liabilities Surveys					
	16:00	EZ	Industrial Production SA MoM	Aug		--	0.1%	
	16:00	EZ	Industrial Production WDA YoY	Aug		--	3.2%	
	19:30	US	PPI Final Demand MoM	Sep		0.4%	0.2%	
	19:30	US	PPI Ex Food and Energy MoM	Sep		0.1%	0.1%	
	19:30	US	PPI Ex Food, Energy, Trade MoM	Sep		0.2%	0.2%	
	19:30	US	Initial Jobless Claims	Oct-07		255k	260k	
	19:30	US	Continuing Claims	Sep-30		--	--	
	19:30	US	PPI Final Demand YoY	Sep		2.6%	2.4%	
	19:30	US	PPI Ex Food and Energy YoY	Sep		2.0%	2.0%	
	19:30	US	PPI Ex Food, Energy, Trade YoY	Sep		--	1.9%	
	21:15	US	ECB's Draghi, Fed's Brainard Speak on Monetary Policy Panel					
	21:30	US	Fed's Powell Speaks at IIF Conference in Washington					
	22:00	US	DOE U.S. Crude Oil Inventories	Oct-06		--	-6023k	
	22:00	US	DOE Cushing OK Crude Inventory	Oct-06		--	1525k	
	22:00	US	DOE U.S. Gasoline Inventories	Oct-06		--	1644k	
<b>Fri/13-Oct-17</b>	02:15	CA	BOC's Wilkins speaks at IIF panel in Washington					
	02:15	CA	BOC's Wilkins speaks at IIF panel					
	04:30	NZ	BusinessNZ Manufacturing PMI	Sep		--	57.9	
	07:30	AU	RBA Financial Stability Review					
	N/A	CN	Trade Balance CNY	Sep		260.55b	286.50b	
	N/A	CN	Imports YoY CNY	Sep		16.5%	14.4%	
	N/A	CN	Exports YoY CNY	Sep		10.8%	6.9%	
	N/A	CN	Imports YoY	Sep		15.0%	13.3%	

	N/A	CN	Exports YoY	Sep		9.5%	5.5%	
	N/A	CN	Trade Balance	Sep		\$36.85b	\$41.99b	
	13:00	DE	CPI MoM	Sep F		--	0.1%	
	13:00	DE	CPI YoY	Sep F		--	1.8%	
	13:00	DE	CPI EU Harmonized MoM	Sep F		--	0.0%	
	13:00	DE	CPI EU Harmonized YoY	Sep F		--	1.8%	
	14:15	CH	Producer & Import Prices MoM	Sep		--	0.3%	
	14:15	CH	Producer & Import Prices YoY	Sep		--	0.6%	
	19:30	US	CPI MoM	Sep		0.6%	0.4%	
	19:30	US	CPI Ex Food and Energy MoM	Sep		0.2%	0.2%	
	19:30	US	CPI YoY	Sep		2.2%	1.9%	
	19:30	US	CPI Ex Food and Energy YoY	Sep		1.8%	1.7%	
	19:30	US	CPI Core Index SA	Sep		--	252.54	
	19:30	US	CPI Index NSA	Sep		246.8	245.519	
	19:30	US	Real Avg Weekly Earnings YoY	Sep		--	0.9%	
	19:30	US	Retail Sales Advance MoM	Sep		1.2%	-0.2%	
	19:30	US	Real Avg Hourly Earning YoY	Sep		--	0.6%	
	19:30	US	Retail Sales Ex Auto MoM	Sep		0.8%	0.2%	
	19:30	US	Retail Sales Ex Auto and Gas	Sep		0.4%	-0.1%	
	19:30	US	Retail Sales Control Group	Sep		--	-0.2%	
	21:00	US	U. of Mich. Sentiment	Oct P		95	95.1	
	21:00	US	U. of Mich. Current Conditions	Oct P		--	111.7	
	21:00	US	U. of Mich. Expectations	Oct P		--	84.4	
	21:00	US	U. of Mich. 1 Yr Inflation	Oct P		--	2.70%	
	21:00	US	U. of Mich. 5-10 Yr Inflation	Oct P		--	2.50%	
	21:00	US	Business Inventories	Aug		0.40%	0.20%	
	21:25	US	Fed's Evans Speaks on Economy and Monetary Policy					
	22:30	US	Fed's Kaplan Speaks in Boston					
<b>Sat/14-Oct-17</b>	00:00	US	Fed's Powell Speaks at Boston Fed Economic Conference					
	00:00	US	Baker Hughes U.S. Rig Count	Oct-13		--	936	

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



## ASIAN STOCK INDICATORS – Daily Outlook

**Japan's Nikkei** share average moved closer to a 21-year high on Tuesday after a three-day weekend as expectations for continued strength in the U.S. economy supported sentiment, but Kobe Steel's shares plunged when it said it had fabricated data. The Nikkei rose 0.6 percent to 20,823.51 after hitting a fresh two-year high of 20,823.66 and moving closer to a 21-year pinnacle. A move above the 20,952.71 level hit in June 2015 would mark its highest level since 1996. Investors returned from Japan's national holiday on Monday to see the yen had weakened over the weekend as strong U.S. wage data was seen as a sign of potentially rising inflation, hinting at Federal Reserve rate hikes and a strengthening dollar.

**South Korean** shares surged to end at an 11-week high on Tuesday, led by major tech shares like Samsung Electronics and SK Hynix and catching global stock gains made during a six-day break in which local markets were closed. The Korea Composite Stock Price Index (KOSPI) closed up 1.6 percent at 2,433.81 points, its highest closing level since July 27. Market heavyweight Samsung Electronics and SK Hynix rose 3 percent and 7 percent, respectively. The South Korean won also shot up to a two-week high on strong foreign demand for local stocks. The won was quoted at 1,135.1 to the dollar at the conclusion of onshore trade, marking its strongest closing level since Sept. 25. It was up 0.9 percent compared to last close at 1,145.4. Offshore investors added a net 817.1 billion won (\$719.41 million) worth of KOSPI shares to their portfolios on the day.

**Hong Kong shares** shrugged off modest losses on Wall Street to end higher on Tuesday, aided by strong gains in telecoms and property firms. The Hang Seng index rose 0.6 percent, to 28,490.83 points, while the China Enterprises Index gained 0.3 percent, to 11,418.76 points. The telecommunications sector rallied 1.2 percent, led by state-owned China Telecom Group, which jumped over 4 percent to a more than one-year high, as investors cheered expectations firms would benefit from China's push in 5G technology development. Hong Kong property stocks were also solid. Shares of New World Development hit a four-year high ahead of a policy address on Wednesday by the city's new leader, Carrie Lam. Alibaba Health Information Technology led the advance in information technology stocks, after China vowed to deepen medical reforms. The index measuring price differences between dual-listed companies in Shanghai and Hong Kong stood at 127.5. A value above 100 indicates Shanghai shares are pricing at a premium to shares in the same company trading in Hong Kong, and vice versa.

**China** stocks edged up on Tuesday, erasing early losses thanks mainly to gains in consumer and healthcare shares as investors awaited third-quarter economic data and earnings reports. The blue-chip CSI300 index, which at one point was down 0.7 percent, rose 0.2 percent, to 3,889.86 points. The Shanghai Composite Index added 0.3 percent to 3,382.99 points. Economic data in coming weeks is expected to show solid growth continued into September, though many China watchers maintain there will be some loss of momentum in coming months in response to higher borrowing costs and a cooling housing market.

*(Source Reuters, Research: rizal)*

### ASIA AND GLOBAL MARKET SPOT PRICE 2017

HIGH / LOW	.N225	.KS200	.HSI	.DJI	/.SPX	/.SSEC
<b>RECORD HIGH</b>	38915.87 (29/Dec/89)	<b>322.49</b> <b>(10/Oct/2017)</b>	31958.41 (30/Oct/07)	22775.39 (05/Oct/2017)	2552.07 (05/Oct/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>	<b>20823.51</b> <b>(10/Oct/2017)</b>	<b>322.49</b> <b>(10/Oct/2017)</b>	<b>28490.83</b> <b>(10/Oct/2017)</b>	22775.39 (05/Oct/2017)	2552.07 (05/Oct/2017)	3391.64350 (14/Sep/2017)
<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 – 10 October 2017

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	22830.68	↑ 69.61/ 0.31%	.N225	20823.51	↑ 132.80/0.64%
/.SPX	2550.64	↑ 5.91/ 0.232%	.KS200	322.49	↑ 6.22/1.97%
/.IXIC	6587.252	↑ 7.521/ 0.11%	.HSI	28490.83	↑ 164.24/0.58%
JPY=	112.44	↓ 0.22/ 0.19%	/.SSEC	3383.54010	↑ 9.16200/0.27%
KRW=	1134.31	↓ 8.50/ 0.74%	/Clc1 (Oil)	50.94	↑ 1.36/ 2.74%

**SSIamU7 (Nikkei Sep Futures) – Last Trading Date: 07 Sep 2017**



- The trend is still bullish.
  - The support area is 20575, and the resistance area at 20731
  - The RSI enters the overbought area, the trend may reverse
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
10 Oct SSIpmZ7	20830	20840	20745	95	20815	---	↓ 20	0.10	20860
10 Oct SSIamZ7	20685	20835	20655	180	20835	20835	↑ 150	0.80	53271
09 Oct SSIpmZ7	20670	20740	20670	70	20685	---	↑ 15	0.07	4014
09 Oct SSIamZ7	20645	20705	20640	65	20670	20670	↓ 35	0.17	2885
06 Oct SSIpmZ7	20705	20760	20635	125	20650	---	↓ 55	0.27	17359
06 Oct SSIamZ7	20695	20720	20665	55	20705	20705	↑ 70	0.34	41207
05 Oct SSIpmZ7	20630	20705	20600	105	20705	---	↑ 70	0.34	18271
05 Oct SSIamZ7	20640	20665	20600	65	20635	20635	↑ 15	0.07	41424
04 Oct SSIpmZ7	20625	20680	20590	90	20650	---	↑ 30	0.15	19635
04 Oct SSIamZ7	20635	20685	20590	95	20620	20620	↑ 10	0.05	62760

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
20840	20670	20840	20370	20425	19085	20840	18190
(10/Oct)	(09/Oct)	(10/Oct)	(02/Oct)	(27/Sep)	(08/Sep)	(10/Oct)	(17/Apr)

ANALYSIS & RECOMMENDATION		
RESISTANCE	21161	Fibo Projections (423%)
	20946	Fibo Projections (261%)
	20813	Fibo Projections (161%)
	20731	Fibo Projections (100%)
SUPPORT	20660	Low Oct 09
	20575	Low Oct 03
	20370	Low Oct 02
	20105	Low Sep 25
RECOMMENDATION	BUY	20815
	SELL	----
	STOP LOSS	20715
	TARGET	20965 21015



### KSZ7 (Kospi Dec Futures) – Exp. Date: 14 Dec 2017



- Corrections occur daily
- Daily RSI is up  
[\(Research – @her1en\)](#)

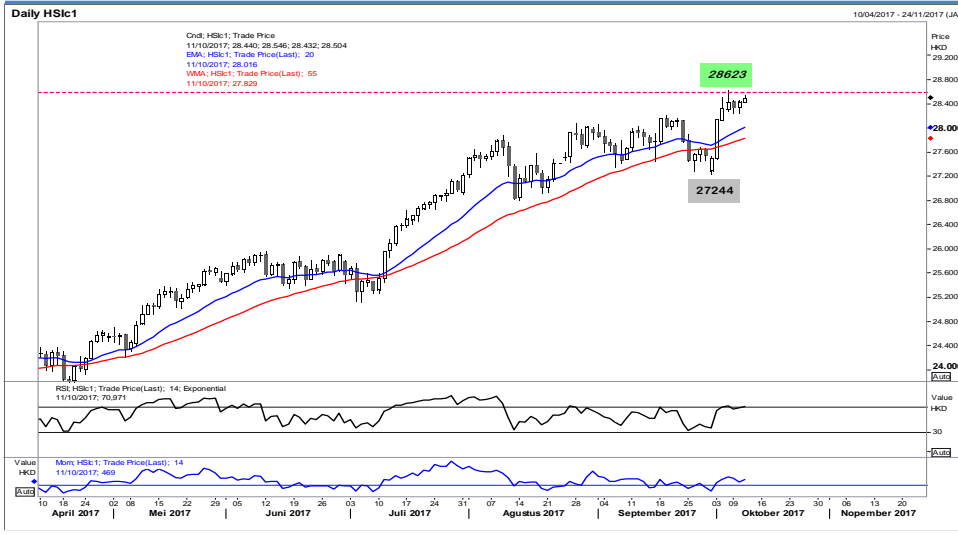
DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
10 Oct	322.30	324.85	321.40	3.45	323.50	323.50	5.85	1.84	233665
09 Oct		H	O	L	I	D	A	Y	
06 Oct		H	O	L	I	D	A	Y	
05 Oct		H	O	L	I	D	A	Y	
04 Oct		H	O	L	I	D	A	Y	
03 Oct		H	O	L	I	D	A	Y	

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
324.85 (10/Oct)	321.40 (10/Oct)	324.85 (10/Oct)	321.40 (10/Oct)	321.60 (20/Sep)	302.70 (06/Sep)	324.85 (10/Oct)	259.25 (02/Jan)

#### ANALYSIS & RECOMMENDATION

RESISTANCE	332.65	Fibo Projections (161.8%)
	328.41	Fibo Projections (100.0%)
	325.79	Fibo Projections (61.8%)
	324.98	Fibo Projections (50.0%)
SUPPORT	318.15	Low 20/Sep/2017
	314.65	Low 18/Sep/2017
	309.75	Low 13/Sep/2017
	308.65	Low 11/Sep/2017
RECOMMENDATION	BUY	323.65
	SELL	----
	STOP LOSS	322.65
	TARGET	325.15 325.65

### HSIV7 (Hang Seng October Futures) – Exp. Date: 30 Oct 2017



- Start showing strength
  - Beware of RSI approaching overbought area.
- (Research – rizal)*

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
10 Oct	28304	28472	28244	228	28435	28435	↑ 88	0.31	93965
09 Oct	28336	28399	28255	144	28347	28347	↓ 88	0.31	102869
06 Oct	28448	28503	28386	117	28435	28435	↑ 95	0.34	10821
05 Oct		<b>H</b>	<b>O</b>	<b>L</b>	<b>I</b>	<b>D</b>	<b>A</b>	<b>Y</b>	
04 Oct	28188	28514	28183	331	28340	28340	↑ 192	0.68	88072
03 Oct	27745	28148	27688	460	28148	28148	↑ 633	2.30	113173
02 Oct		<b>H</b>	<b>O</b>	<b>L</b>	<b>I</b>	<b>D</b>	<b>A</b>	<b>Y</b>	

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
28472	28255	28514	27688	28225	27272	28514	21863
(10/Oct)	(09/Oct)	(04/Oct)	(03/Oct)	(19/Sep)	(28/Sep)	(04/Oct)	(03/Jan)

#### ANALYSIS & RECOMMENDATION

RESISTANCE	30250	High 05/Nov/2007
	30094	High 07/Des/2007
	29248	High 10/Des/2007
	28822	High 12/Des/2007
SUPPORT	28255	Low 09/Oct/2017
	28141	Low 04/Oct/2017
	27483	Low 03/Oct/2017
	27244	Low 29/Sep/2017
RECOMMENDATION	BUY	28500
	SELL	----
	STOP LOSS	28350
	TARGET	28650 28700

## CURRENCIES – *Daily Outlook*

### **Euro hits 1-week high on upbeat data, view on ECB - Reuters News**



The euro hit a one-week peak on Tuesday as Germany rang up its best month for exports in a year in August and expectations grew that the European Central Bank may consider scaling back its asset purchases. The currency's rise this year had lost some momentum in recent days following Catalonia's Oct. 1 referendum to break away from Spain. The euro has fallen more than 3 percent against the dollar over the last month, but underlying economic data has shown resilience.

"The focus is shifting away from the political news to the economic data and that is turning to be euro positive, and we should see the currency supported before the ECB meeting," said Viraj Patel, an FX strategist at ING Bank in London.

German exports rose 3.1 percent in August, their strongest month in a year, putting Europe's economic engine on track for a solid 2017.

The euro gained 0.6 percent to \$1.1805, its strongest since Oct. 2, after overnight comments from Sabine Lautenschlaeger, an ECB executive board member, calling for the ECB to roll back asset purchases in 2018. The ECB is expected to decide on Oct. 26 whether to continue bond purchases next year. Signals from policymakers suggest they will opt for lower volumes but also an extension of the scheme, possibly by six or nine months.

The euro briefly pared gains after Catalonia's secessionist leader Carles Puigdemont in parliament defended the region's independence from Spain after this month's vote, but he proposed to suspend the results to allow talks with Madrid.

Spain's government warned it would take steps, including dissolving the Catalan parliament or petitioning the courts to rule that a secession is unconstitutional.

"Anything that shows Catalonia is open to talks would be well received by European assets," said Joe Manimbo, senior market analyst at Western Union Business Solutions in Washington.

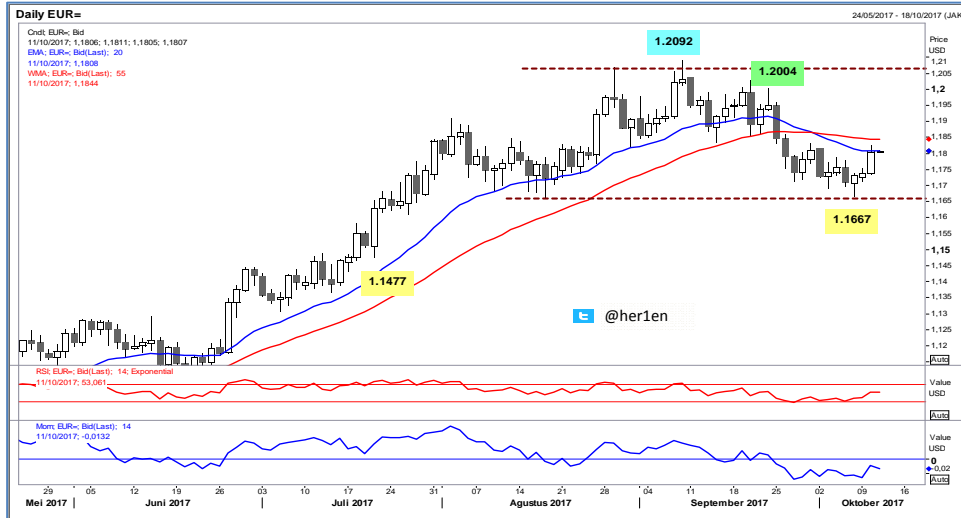
The euro's strength also came at the expense of the dollar, which has receded from a 10-week high on tensions between the United States and North Korea over the latter's nuclear weapons program.

A spat between U.S. President Donald Trump and an influential Republican lawmaker, Senator Bob Corker, raised speculation that the tax overhaul plan Trump introduced would stall, weighing down the greenback.

An index that tracks the dollar against a basket of currencies was down 0.45 percent at 93.261 after hitting a one-week low of 93.137. *(Source Reuters, Research – @her1en)*

## EUR/USD

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



- With support area at 1.1477
- Crucial resistance around 1.2004
- Daily RSI is rise  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	1.17399	1.18243	1.17381	86,2	1.18063	↑ 68,1	1.17382
Oct 09	1.17382	1.17548	1.17183	36,5	1.17382	↑ 8,0	1.17302
Oct 06	1.17103	1.17375	1.16670	70,5	1.17302	↑ 21,1	1.17091
Oct 05	1.17556	1.17777	1.16978	79,9	1.17091	↓ 48,9	1.17580
Oct 04	1.17355	1.17865	1.17355	51,0	1.17580	↑ 16,1	1.17419

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.18243 (10/Oct)	1.17183 (09/Oct)	1.18243 (10/Oct)	1.16670 (06/Oct)	1.20915 (08/Sep)	1.17157 (27/Sep)	1.20915 (08/Sep)	1.0342 (03/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	1.2092	High Sept 08
	1.2004	High Sept 22
	1.1960	High Sept 25
	1.1832	High Sept 29
SUPPORT	1.1716	Low Oct 09
	1.1667	Low Oct 06
	1.1477	Low Jul 20
	1.1369	Low Jul 13
RECOMMENDATION	BUY	1.1785
	SELL	-----
	STOP LOSS	1.1710
	TARGET	1.1865 1.1895

## USD/JPY

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



- Corrections occur in Daily.
  - RSI is depressed
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	112.649	112.816	111.976	84,0	112.450	↓ 20,7	112.657
Oct 09	112.484	112.734	112.473	26,1	112.657	↓ 4,0	112.697
Oct 06	112.777	113.427	112.629	79,8	112.697	↓ 10,2	112.799
Oct 05	112.779	112.906	112.401	50,5	112.799	↑ 5,9	112.740
Oct 04	112.871	112.926	112.312	61,4	112.740	↓ 9,2	112.832

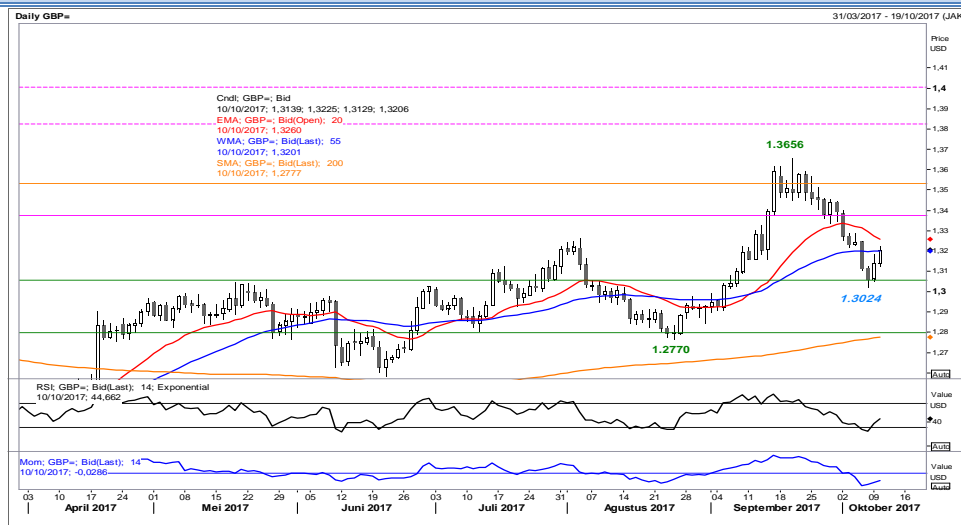
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
112.734 (09/Oct)	111.976 (10/Oct)	113.427 (03/Oct)	111.976 (10/Oct)	113.245 (27/Sep)	107.307 (08/Sep)	118.60 (03/Jan)	107.307 (08/Sep)

### ANALYSIS & RECOMMENDATION

RESISTANCE	115.61	High 19/Jan/2017 (Reaction high)
	115.19	High 14/Mar/2017 (Reaction high)
	114.49	High 11/Jul/2017 (Peak)
	113.57	High 14/Jul/2017 (Reaction high)
SUPPORT	111.46	Low 25/Sep/2017
	109.54	Low 15/Sep/2017
	107.31	Low 08/Sep/2017
	106.51	Low 14/Nov/2016
RECOMMENDATION	BUY	----
	SELL	112.65
	STOP LOSS	113.35
	TARGET	111.95 111.65

## GBP/USD

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



- The movement is bearish.
  - RSI rebounds the oversold area.
- [\(Research – riza\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	1.31400	1.32247	1.31297	95,0	1.31991	↑ 60,6	1.31385
Oct 09	1.30806	1.31827	1.30739	108,8	1.31385	↑ 73,5	1.30650
Oct 06	1.31178	1.31183	1.30259	92,4	1.30650	↓ 50,7	1.31157
Oct 05	1.32393	1.32489	1.31066	142,3	1.31157	↓ 128,0	1.32437
Oct 04	1.32348	1.32907	1.32340	56,7	1.32437	↑ 11,2	1.32325

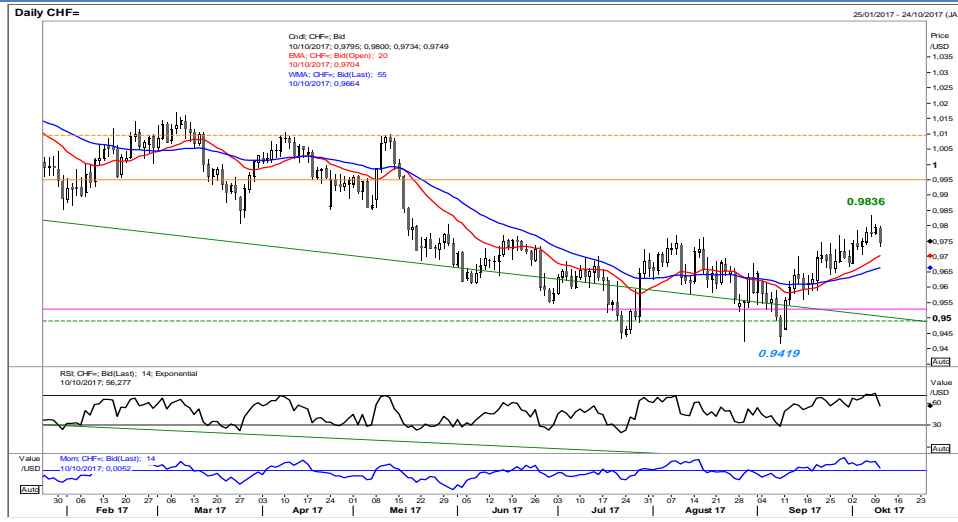
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.31827 (09/Oct)	1.30739 (09/Oct)	1.33969 (02/Oct)	1.30259 (06/Oct)	1.36565 (20/Sep)	1.29043 (01/Sep)	1.36565 (20/Sep)	1.1986 (16/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	1.3656	High 20/Sep/2017
	1.3595	High 22/Sep/2017
	1.3455	Reaction high Sept 28
	1.3290	Reaction High Oct 03
SUPPORT	1.3054	Low 09/Oct/2017
	1.2907	Low 05/Sep/2017
	1.2849	Low 31/Aug/2017
	1.2770	Low 24/Aug/2017
RECOMMENDATION	BUY	1.3175
	SELL	----
	STOP LOSS	1.3105
	TARGET	1.3245 1.3275

## USD/CHF

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



- RSI has entered the overbought area
  - There was a daily rebound
- [\(Research – riza\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	0.97950	0.97982	0.97340	64,2	0.97500	↓ 45,2	0.97952
Oct 09	0.97788	0.98064	0.97733	33,1	0.97952	↑ 12,4	0.97828
Oct 06	0.97802	0.98354	0.97695	65,9	0.97828	↑ 00,5	0.97823
Oct 05	0.97500	0.97944	0.97418	52,6	0.97823	↑ 33,4	0.97489
Oct 04	0.97365	0.97610	0.97084	52,6	0.97489	↑ 14,7	0.97342

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.98064 (09/Oct)	0.97340 (10/Oct)	0.98354 (06/Oct)	0.96809 (02/Oct)	0.97686 (27/Sep)	0.94195 (08/Sep)	1.0335 (03/Jan)	0.94195 (08/Sep)

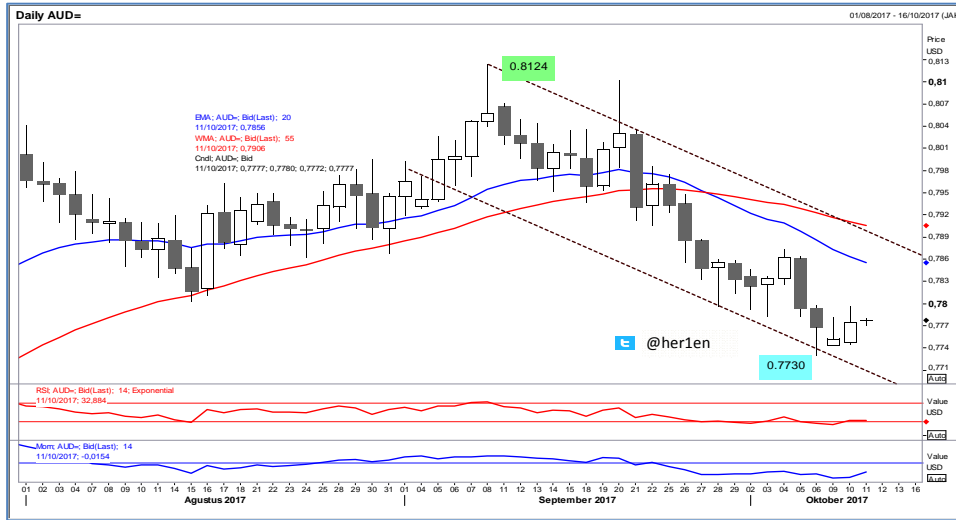
### ANALYSIS & RECOMMENDATION

RESISTANCE	1.0107	High 10/Apr/2017
	1.0099	High 11/May/2017
	0.9967	High 16/May/2017
	0.9825	High 18/May/2017
SUPPORT	0.9668	Low 29/Sep/2017
	0.9562	Low 15/Sep/2017
	0.9419	Low 08/Sep/2017
	0.9251	Low 28/Aug/2017
RECOMMENDATION	BUY	----
	SELL	0.9775
	STOP LOSS	0.9835
	TARGET	0.9705 0.9675



## AUD/USD

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



- Correction occurs in daily
- The main resistance at 0.8124, support 0.7671  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	0.77518	0.77959	0.77487	47,2	0.77763	↑ 26,4	0.77499
Oct 09	0.77706	0.77810	0.77464	34,6	0.77499	↓ 22,4	0.77723
Oct 06	0.77928	0.77971	0.77318	65,3	0.77723	↓ 20,0	0.77923
Oct 05	0.78577	0.78641	0.77856	78,5	0.77923	↓ 67,6	0.78599
Oct 04	0.78315	0.78738	0.78288	45,0	0.78599	↑ 26,4	0.78335

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.77959 (10/Oct)	0.77464 (09/Oct)	0.78738 (04/Oct)	0.77318 (06/Oct)	0.81239 (08/Sep)	0.77984 (28/Sep)	0.81239 (08/Sep)	0.7182 (03/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.8124	High Sept 08
	0.8036	High Sept 21
	0.7948	High Sept 26
	0.7875	High Oct 04
SUPPORT	0.7721	Low July 14
	0.7671	Low July 13
	0.7567	Low July 05
	0.7532	Low June 22
ECOMMENDATION	BUY	0.7755
	SELL	-----
	STOP LOSS	0.7690
	TARGET	0.7825 0.7855

## NZD/USD

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



- Correction occurs in daily
- Daily RSI flat ([Research - @her1en](#))

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	0.70562	0.70868	0.70545	32,3	0.70698	↑ 6,9	0.70629
Oct 09	0.70628	0.70844	0.70583	26,1	0.70629	↓ 28,9	0.70918
Oct 06	0.71155	0.71162	0.70578	58,4	0.70918	↓ 24,4	0.71162
Oct 05	0.71605	0.71655	0.71101	55,4	0.71162	↓ 50,4	0.71666
Oct 04	0.71519	0.72043	0.71458	58,5	0.71666	↑ 8,3	0.71583

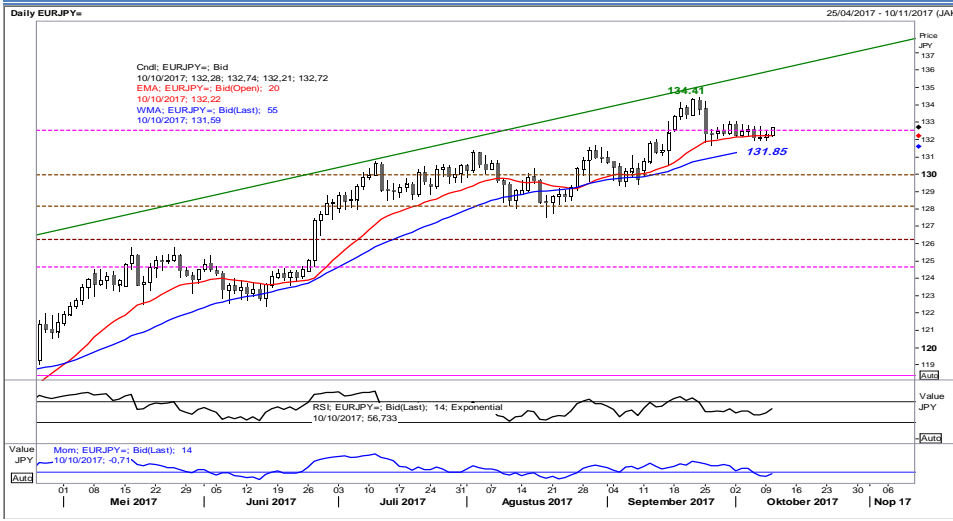
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.70868	0.70545	0.72248	0.70545	0.74323	0.71446	0.75570	0.68166
(10/Oct)	(10/Oct)	(02/Oct)	(10/Oct)	(20/Sep)	(01/Sep)	(27/Jul)	(11/May)

### ANALYSIS & RECOMMENDATION

<b>RESISTANCE</b>	0.7276	High Sept 26
	0.7243	High Sept 29
	0.7205	High Oct 04
	0.7166	High Oct 05
<b>SUPPORT</b>	0.7005	Low May 26
	0.6879	Low May 19
	0.6816	Low May 11
	0.6756	Low June 01
<b>RECOMMENDATION</b>	BUY	0.7055
	SELL	-----
	STOP LOSS	0.6995
	TARGET	0.7125 0.7155

## EUR/JPY

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



- RSI occurs rebound, be alert of price fluctuations.
- The bullish trend. ([Research – riza!](#))

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	132.250	132.843	132.218	62,5	132.767	↑ 51,7	132.250
Oct 09	132.032	132.467	131.949	51,8	132.250	↑ 4,8	132.202
Oct 06	132.073	132.737	131.947	79,0	132.202	↑ 10,3	132.099
Oct 05	132.584	132.747	131.814	93,3	132.099	↓ 48,4	132.583
Oct 04	132.463	132.809	132.215	59,4	132.583	↑ 8,1	132.502

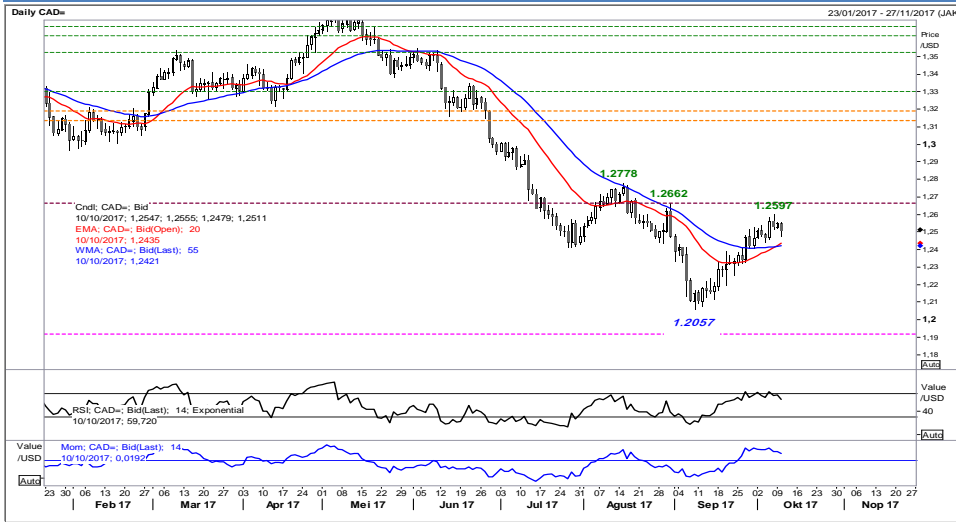
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
132.467	131.949	133.044	131.814	134.377	129.340	134.377	114.87
(09/Oct)	(09/Oct)	(02/Oct)	(05/Oct)	(22/Sep)	(06/Sep)	(22/Sep)	(17/Apr)

### ANALYSIS & RECOMMENDATION

RESISTANCE	136.95	High 09/Oct/2015 (Reaction high)
	136.40	High 21/Oct/2015 (Reaction high)
	134.59	High 04/Dec/2015 (Reaction high)
	133.10	High Sept 29
SUPPORT	131.72	Low 26/Sep/2017
	130.59	Low 15/Sep/2017
	129.34	Low 06/Sep/2017 (Reaction low)
	128.46	Low 23/Aug/2017
RECOMMENDATION	BUY	132.40
	SELL	----
	STOP LOSS	131.75
	TARGET	133.10
		133.40

## USD/CAD

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



- There was a daily rebound.
  - The RSI has entered the overbought area, be alert of a rebound
- [\(Research – riza\)](#)

<b>WEEKLY OPEN</b>	<b>CURRENT PRICE</b>
<b>1.2530</b>	<b>1.2513</b>

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.2558 (09/Oct)	1.2523 (09/Oct)	1.2597 (06/Oct)	1.2444 (04/Oct)	1.2527 (29/Sep)	1.2057 (08/Sep)	1.3793 (05/May)	1.2057 (08/Sep)

ANALYSIS & RECOMMENDATION		
<b>RESISTANCE</b>	1.2943	High 11/Jul/2017
	1.2778	High 15/Aug/2017
	1.2662	High 31/Aug/2017
	1.2597	High 06/Oct/2017
<b>SUPPORT</b>	1.2412	Low 29/Sep/2017
	1.2326	Low 26/Sep/2017
	1.2251	Low 22/Sep/2017 (Reaction low)
	1.2198	Low 20/Sep/2017 (Reaction low)
<b>RECOMMENDATION</b>	BUY	1.2485
	SELL	----
	STOP LOSS	1.2415
	TARGET	1.2555– 1.2585

## Precious Metal – *Daily Outlook*

### Gold rises but U.S. rate expectations cap gains - Reuters News



Gold touched its highest in nearly two weeks on Tuesday, supported by a softer dollar and geopolitical tensions in Spain and North Korea, though gains were capped by expectations of another U.S. interest rate increase.

Investors were particularly wary on Tuesday as Pyongyang celebrated the founding of its ruling party, a day after Russia and China both called for restraint on North Korea following a Twitter post from U.S. President Donald Trump hinting that military action

was on his mind.

In Spain, the leader of Catalonia's government called for a reduction in tensions in its standoff with Madrid over a bid in the wealthy northeastern region for independence.

The dollar index fell, Wall Street stock indexes scaled new records and U.S. Treasury yields dropped.

"The Fed is going to raise rates, so we see gold breaking out of the (current) range down to the \$1,250 level, with geopolitical tensions supporting the downside," said Societe Generale analyst Robin Bhar.

Spot gold was up 0.5 percent at \$1,289.81 an ounce by 1:53 p.m. EDT (1753 GMT), having touched its highest since late September at \$1,294.25.

U.S. gold futures for December delivery settled up 0.7 percent at \$1,293.80.

"The only news holding down the price of course are the impending rate hikes from the Federal Reserve but if these political issues grow much worse you can bet that \$1,300 will not be the top," said Miguel Perez-Santalla, vice president of Heraeus Metal Management in New York, referring to concerns about Spain and North Korea.

Fed funds futures showed traders were pricing in a nearly 90 percent chance of a December rate increase.

Gold is highly sensitive to rising interest rates, which increase the opportunity cost of holding non-yielding bullion. Higher rates also tend to boost the U.S. currency, making dollar-priced gold costlier for non-U.S. investors.

In other precious metals, silver rose 1.3 percent to \$17.16 an ounce, after rising to the highest since Sept. 20 at \$17.248.

"The gold-silver ratio is trading above the 10-year average, suggesting silver is undervalued," Standard Chartered said in a note.

"Silver's supply and demand dynamics are supportive of higher prices in light of stagnating mine output and firming industrial demand. India's silver imports are up almost 60 percent for the year to August while China's are up 45 percent."

Platinum was up 2.3 percent at \$932.60 an ounce, having hit its highest in two weeks at \$933.90, while palladium rose 0.3 percent to \$932.60. *(Source Reuters, Research – @her1en)*

## GOLD (XAU/USD)



- Rebound faces resistance around 1313
- While the crucial support area is around 1260
- Daily RSI rise ([Research – @her1en](#))

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS	AM FIX	PM FIX
Oct 10	1283.770	1294.020	1281.960	12.06	1287.550	↑ 3.77	1283.780	1289.60	1291.40
Oct 09	1277.000	1285.300	1275.120	10.18	1283.780	↑ 10.28	1273.500	1282.15	1278.75
Oct 06	1268.560	1275.510	1260.470	15.04	1273.500	↑ 5.53	1267.970	1268.20	1261.80
Oct 05	1275.140	1278.800	1266.230	12.57	1267.970	↓ 6.53	1274.500	1278.40	1274.50
Oct 04	1271.560	1282.040	1270.390	11.65	1274.500	↑ 2.87	1271.630	1275.55	1274.25

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1285.300 (09/Oct)	1275.120 (09/Oct)	1285.300 (09/Oct)	1260.470 (06/Oct)	1357.380 (08/Sep)	1277.560 (28/Sep)	1357.380 (08/Sep)	1146.31 (03/Jan)

### ANALYSIS & RECOMMENDATION

<b>RESISTANCE</b>	1357.54	High Sept 08
	1334.36	High Sept 15
	1313.54	High Sept 26
	1296.13	High Sept 27
<b>SUPPORT</b>	1281.90	Low Oct 10
	1275.01	Low Oct 09
	1267.23	Low Aug 15
	1260.56	Low Aug 09
<b>RECOMMENDATION</b>	BUY	1285.00
	SELL	-----
	STOP LOSS	1276.00
	TARGET	1296.00 1301.00

## SILVER (XAG/USD)



- With strong resistance at 17.62
  - While the crucial support area is around 16.10
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	16.945	17.231	16.919	0.31	17.093	↑ 0.15	16.942
Oct 09	16.809	16.975	16.781	0.19	16.942	↑ 0.20	16.747
Oct 06	16.592	16.847	16.316	0.53	16.747	↑ 0.17	16.579
Oct 05	16.589	16.728	16.551	0.18	16.579	↑ 0.01	16.568
Oct 04	16.624	16.873	16.527	0.35	16.568	↓ 0.05	16.622

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
17.231	16.781	17.231	16.316	18.199	16.614	18.63	14.334
(10/Oct)	(09/Oct)	(10/Oct)	(06/Oct)	(08/Sep)	(29/Sep)	(17/Apr)	(07/Jul)

### ANALYSIS & RECOMMENDATION

RESISTANCE	17.85	High Sept 15
	17.62	High Sept 18
	17.39	High Sept 20
	17.24	High Sept 26
SUPPORT	16.77	Low Oct 09
	16.30	Low Oct 06
	16.10	Low Aug 07
	15.94	Low July 17
ECOMMENDATION	BUY	17.00
	SELL	-----
	STOP LOSS	16.70
	TARGET	17.35
		17.55



## OIL – Daily Outlook

### Oil rises 2 percent on signs rebalancing underway - Reuters News



Oil prices rose about 2 percent on Tuesday, supported by Saudi Arabian export cuts in November and comments from OPEC and trading companies that the market is rebalancing after years of oversupply.

Saudi Arabia has cut November allocations by 560,000 barrels per day (bpd), in line with its commitment to an OPEC-led supply reduction pact.

The Organization of the Petroleum Exporting Countries is seeking to hold a second meeting with U.S. independent oil firms as well as hedge funds, OPEC's Secretary General told Reuters, adding that no oil producer could afford to live in isolation.

Brent crude settled up 82 cents, or 1.5 percent, at \$56.61 a barrel while U.S. crude rose \$1.34, or 2.7 percent, to settle at \$50.92.

From a technical standpoint, U.S. crude has staged an impressive rebound from the \$49.08 level and a decisive breakout above \$51 should encourage a further incline towards \$52.40 a barrel, said Lukman Otunuga, research analyst at FXTM.

"In an alternative scenario, sustained weakness below \$49, which is also under the 50 (day) daily simple moving average, may open a path towards \$47.80."

OPEC, Russia and other non-member producers are cutting output by about 1.8 million barrels per day (bpd) until next March to get rid of a price-sapping supply glut.

The group is increasingly confident that the market is rebalancing fast, helped by the cutback as well as by stronger-than-expected growth in global demand.

The deal is working, keeping oil prices within "a reasonable range", the RIA news agency cited Russian Prime Minister Dmitry Medvedev as saying.

The chief executive of trading firm Gunvor, Torbjorn Tornqvist, also said the market was rebalancing, citing falling product stocks and crude held in floating storage clearing up.

"We don't see this market being out of balance one way or another," he told the Reuters Global Commodities Summit taking place this week. Overall crude stocks "are still high," he added, and OPEC needed to stick to its output curbs.

Short-term price support was coming from the United States, where 85 percent of U.S. Gulf of Mexico oil production, or 1.49 million bpd, was offline following Hurricane Nate, according to official figures. However, many facilities have begun resuming operations.

Long term, U.S. oil output could be set for a last spike in 2018 before growth flattens for a number of years as rising costs make a big chunk of production uneconomic, the head of top oil trader Vitol, Ian Taylor, told Reuters.

A federal holiday on Monday has delayed the release of the weekly U.S. inventory data by a day. The American Petroleum Institute (API) is scheduled to release its data for last week at 4:30 p.m. EDT (2030 GMT) on Wednesday and the U.S. Department of Energy's report is due at 11 a.m. EDT on Thursday.

U.S. crude inventories probably fell for a third straight week, while refined product stockpiles also likely declined, a preliminary Reuters poll showed on Tuesday.

OPEC has managed record-high adherence to its supply cutting deal this year and is considering extending the deal beyond its March 2018 expiry. Some analysts have been concerned that a price recovery could tempt producers to open the taps again.

But analysts at JPMorgan said this was less of an issue, saying "concerns that OPEC compliance would fade into the fourth quarter now appear unfounded."

"Stronger-than-assumed economic growth offers the potential for tight market conditions to continue if OPEC extends the current deal for another nine months," the bank said.

[\(Source Reuters, Research – @her1en\)](#)

**CLX7/USD (OIL)**  
 (Exp.: 20 Oct. 2017 - Reuters)



- Daily RSI is rise
  - Corrections occurs in daily
  - Important resistance at 52.86, support at 47.00.
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 10	49.53	51.04	49.52	1.52	50.93	↑ 1.39	49.54
Oct 09	49.25	49.76	49.12	0.64	49.54	↑ 0.34	49.20
Oct 06	50.73	50.80	49.09	1.71	49.20	↓ 1.54	50.74
Oct 05	49.86	51.20	49.83	1.37	50.74	↑ 0.86	49.88
Oct 04	50.13	50.65	49.76	0.89	49.88	↓ 0.28	50.16

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
51.04 (10/Oct)	49.12 (09/Oct)	51.69 (02/Oct)	49.09 (06/Oct)	52.84 (28/Sep)	46.55 (01/Sep)	55.22 (03/Jan)	42.04 (21/Jun)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	54.44	High Mar 01
	53.99	High Apr 19
	52.86	High Sept 28
	51.77	High Sept 29
<b>SUPPORT</b>	49.54	Low Oct 10
	48.12	Low Sept 13
	47.00	Low Sept 11
	46.14	Low Aug 31
<b>RECOMMENDATION</b>	BUY	50.70
	SELL	----
	STOP LOSS	49.20
	TARGET	52.30
		52.70