

Daily Bulletin

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

Research Department

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GLOBAL MARKETS & ECONOMIES

GLOBAL MARKETS

- World stock markets were flat on Thursday as a report on President Donald Trump's possible selection to lead the U.S. Federal Reserve pushed Wall Street to the plus side and sent U.S. Treasury yields lower.

GLOBAL ECONOMIES

- Australia enjoyed another month of solid jobs growth in September, with the annual pace of gains sprinting ahead to the fastest in almost a decade and nudging the unemployment rate lower.
- China's central bank chief on Thursday issued a stark warning about asset bubbles in the world's second-largest economy, which looks set to clock its first acceleration in annual growth since 2010, driven by public spending and record bank lending.
- Japan's export growth slowed in September for the first time in three months, official data on Thursday showed, in a sign overseas demand for goods from the world's third-largest economy may be taking a breather.
- European Union leaders welcomed a proposal by British Prime Minister Theresa May aimed at unblocking Brexit talks, but said concessions to ease the fears of EU citizens living in Britain were not enough.
- The number of Americans filing for unemployment benefits dropped to its lowest level in more than 44 years last week, pointing to a rebound in job growth after a hurricane-related decline in employment in September.

GLOBAL MARKETS

U.S. & Global Markets – World stock markets were flat on Thursday as a report on President Donald Trump's possible selection to lead the U.S. Federal Reserve pushed Wall Street to the plus side and sent U.S. Treasury yields lower.

After the market slowly pared its gains throughout the latter portion of trading, a report from Politico that Trump was leaning toward nominating Federal Reserve Governor Jerome Powell to succeed Janet Yellen to head the U.S. central bank lifted both the Dow and S&P 500 into positive territory.

The Nasdaq remained in the red, however, weighed down by a 2.4 percent decline in Apple to \$155.98 on signs of poor demand for its iPhone 8.

"Clearly at the end it had everything to do with the speculation about Jerome Powell," said Mark Luschni, chief investment strategist at Janney Montgomery Scott in Philadelphia.

"He's viewed to be sort of an extension of Janet Yellen by way of being a policy dove. At least that's the interpretation of his experience in history, and therefore with the market loving more of the same with regard to uber accommodative monetary policy is more welcome than the alternative, which would be the market speculating on (Trump) selecting somebody more hawkish in nature."

Benchmark 10-year U.S. Treasury notes last rose 6/32 in price to yield 2.3178 percent, from 2.339 percent late on Wednesday.

The greenback also weakened after the report. The dollar index fell 0.24 percent, with the euro up 0.54 percent to \$1.1851.

The Dow Jones Industrial Average rose 5.44 points, or 0.02 percent, to 23,163.04, the S&P 500 gained 0.84 points, or 0.03 percent, to 2,562.1 and the Nasdaq Composite dropped 19.15 points, or 0.29 percent, to 6,605.07.

Traders were marking 30 years to the day since the 1987 Black Monday stock market crash, although many market participants considered another such crash unlikely.

European shares notched their largest drop in two months on concerns over political upheaval in Spain and after disappointing results from large companies such as Unilever, France's Publicis and Germany's Kion.

Spain's central government said it would suspend Catalonia's autonomy and impose direct rule after the region's leader threatened to go ahead with a formal declaration of independence if Madrid refused to hold talks.

The pan-European FTSEurofirst 300 index lost 0.60 percent and MSCI's gauge of stocks across the globe gained 0.02 percent.

Madrid's IBEX ended down 0.7 percent, after dropping as much as 1 percent.

Data from China also put a damper on risk appetite, showing economic growth cooled slightly to 6.8 percent in the third quarter from a year earlier, compared with the second quarter's 6.9 percent.

Other data showed China's industrial output rose a stronger-than-expected 6.6 percent in September, while retail sales also outperformed.

But property sales fell for the first time in over two years. In addition, People's Bank of China Governor Zhou Xiaochuan spoke of the risks of a "Minsky moment" in the economy, referring to a sudden collapse in asset prices sparked by debt or currency pressures.

(Source Reuters – @her1en)

GLOBAL ECONOMIES

Australia – Australia enjoyed another month of solid jobs growth in September, with the annual pace of gains sprinting ahead to the fastest in almost a decade and nudging the unemployment rate lower.

Data out on Thursday showed the unemployment rate slipped to 5.5 percent, compared with analysts' expectations for a steady 5.6 percent. That was the lowest reading since May, which itself was the lowest since early 2013.

Employment climbed a seasonally adjusted 19,800 in September, again topping forecasts for a 15,000 rise, and marking 12 straight months of gains.

Annual jobs growth zoomed ahead to 3.1 percent from an already rapid 2.7 percent. Such a pace would be equivalent to an annual rise of 4.5 million in U.S. payrolls.

That took jobs gains for the year so far to 371,500, led largely by strength in the healthcare, construction and education sectors.

The composition of the data was promising too. While more part-time work was created in September, about 85 percent of jobs added in the past year have been full-time positions.

"Annual growth in full-time jobs was 3.9 percent, which is extraordinary," said Michael Workman, a senior economist at CBA.

"Yet, a lot of the increase is in areas such as healthcare and tourism, which are at the lower end of the wage scale," he added. "That means the

total income effect of all these jobs is less than in past booms, and it is a lot more benign for inflation."

At the same time, the workforce participation rate is also the highest since 2012 at 65.2 percent, meaning the proportion of people actively looking for work has expanded too.

That slack in the labour market is keeping wages growth near record lows and restraining inflation, which is stuck under the central bank's target band of 2-3 percent.

The Reserve Bank of Australia (RBA) has held rates at 1.50 percent for more than a year as it balances soft domestic demand and inflation against escalating household debt.

The Australian dollar briefly popped up a fifth of a U.S. cent to \$0.7864 on jobs data that led investors to further push out the timing of any increase in interest rates. Interbank futures are not fully priced for a rate hike until November next year.

Economists expect hiring to remain elevated in the coming months, led by massive infrastructure spending by the government, public expenditure on healthcare and generally upbeat business surveys.

"However, the abundance of spare capacity already in the labour market means that even if jobs growth remains strong there will be plenty of slack for some time yet," said Kate Hicki, Sydney-based economist at Capital Economics.

"This explains why we expect wage growth to remain around 2 percent throughout the next year despite recent improvements in the jobs market."

China – China's central bank chief on Thursday issued a stark warning about asset bubbles in the world's second-largest economy, which looks set to clock its first acceleration in annual growth since 2010, driven by public spending and record bank lending.

Speaking on the sidelines of the closely-watched, twice-a-decade Communist Party Congress, People's Bank of China Governor Zhou Xiaochuan spoke of the risks of a "Minsky moment" in the economy, referring to a sudden collapse in asset prices after long periods of growth, sparked by debt or currency pressures.

Zhou's comments refer to a theory on prices derived by American economist Hyman Minsky and follow official data that showed China's economic growth slowed in the third quarter from a year earlier, as expected, but remained on track to post the first full-year pickup in seven years.

Coming on the 30th anniversary of the Black Monday Wall Street crash, the comments from the governor, who is likely to retire soon, echo concerns expressed in the past by international economic bodies about relative levels of corporate and household debt in the economy.

But while hedge funds sometimes refer to Minsky in warnings about a China credit bubble threatening the global economy, China has so far proven doomsayers wrong.

"I would doubt they really think China is in for a Minsky Moment, but maybe he is trying to impress (other leaders in Beijing) on the need to start reining in credit growth," said Louis Kuijs, head of Asia economics at Oxford Economics in Hong Kong.

"It's not really up to (the central bank)... We would have to look at what the leadership says about these things."

Recent efforts to curb financial risks and cool the property market are beginning to weigh. While the economy grew a solid 6.8 percent from the previous year in the third quarter as expected, growth in new construction slowed and property sales dropped for the first time in more than two-and-half years in September.

In all, growth was still on track to comfortably beat the government's target of around 6.5 percent for this year and 2016's rate of 6.7 percent, which was a 26-year low.

Japan – Japan's export growth slowed in September for the first time in three months, official data on Thursday showed, in a sign overseas demand for goods from the world's third-largest economy may be taking a breather.

The 14.1 percent year-on-year increase in exports was less than the median estimate for a 14.9 percent increase and was less than an 18.1 percent rise in August, which was the fastest expansion in almost four years.

Economists expect Japan's exports to start growing at a faster pace as demand for goods picks up heading into the year-end shopping season and as a weak yen increases export competitiveness, which should support economic growth.

"This slowdown in export growth is temporary," said Hiroaki Muto, economist at Tokai Tokyo Research Center Co.

"Data measuring manufacturing activity in overseas economies shows we are in the middle of an expansionary phase. Exports will continue to support Japan's economy."

Exports slowed in September due to weaker growth in shipments of cars, semiconductors, and electronic parts, data from the finance ministry showed.

Exports were also hit by a decline in shipments of TVs, audio equipment, and ships, the data showed.

However, other data from other Asian economies shows demand for electronics remains strong.

Asia's technology-producing economies have gained a big boost this year from improved global demand for electronics products and components such as semiconductors.

South Korea and Taiwan, posted stronger-than-expected shipments in September, boosted by continued strong global demand for memory and processing chips. China's export growth also picked up in the month.

In volume terms, Japan's exports rose 4.8 percent in September from a year ago, following a 10.4 percent annual increase in August.

Exports to the United States rose 11.1 percent in September from a year earlier due to an increase in shipments of semiconductor manufacturing equipment and pharmaceuticals. This compares with a 21.8 percent annual increase in the previous month.

Japan's trade surplus with the United States rose 5.1 percent in September from a year ago to 616.6 billion yen (\$5.46 billion).

The United States is calling for Japan to enter bilateral trade negotiations to lower its trade deficit, so Japan's surplus with the United States could become a source of friction.

China-bound exports rose 29.3 percent year-on-year in September, faster than a 25.8 percent annual increase in August, as Japan shipped more electronics.

Imports rose 12.0 percent in the year to September, versus the median estimate for a 15.0 percent annual increase.

The trade balance came to a surplus of 670.2 billion yen, versus the median estimate for a 559.8 billion yen surplus.

Other recent data pointed to a pick-up in capital expenditure and a tentative turnaround in consumer spending, which suggests that Japan's growth streak will continue due to domestic and external demand.

U.K. – European Union leaders welcomed a proposal by British Prime Minister Theresa May aimed at unblocking Brexit talks, but said concessions to ease the fears of EU citizens living in Britain were not enough.

Arriving at a two-day summit in Brussels on Thursday with other EU leaders, May sought to shift the focus away from a failure to push the talks beyond a discussion of a divorce settlement and onto trade talks just 17 months before Britain is due to leave.

Instead the prime minister, weakened after losing her Conservative Party's majority in a June election, put renewed emphasis on settling

citizens rights, one of three issues that must be solved to break the deadlock in talks.

But EU leaders said there was more work to be done, with German Chancellor Angela Merkel describing some "encouraging" signs that could help pave the way for a discussion on future trade ties at the next EU summit in December.

May said the leaders assess the progress that has been made so far in the Brexit talks and set out "ambitious plans" for the weeks ahead.

"I particularly, for example, want to see an urgency in reaching an agreement on citizens' rights," May told reporters.

But she avoided questions about increasing the amount Britain is willing to pay when it leaves, instead referring back to a speech last month in Italy when she outlined an offer of around 20 billion euros (\$24 billion).

May will discuss her Brexit strategy over dinner. On Friday morning, once she has left, other EU leaders are expected to say the talks have not yet made enough progress for them to open the trade negotiations.

U.S. – The number of Americans filing for unemployment benefits dropped to its lowest level in more than 44 years last week, pointing to a rebound in job growth after a hurricane-related decline in employment in September.

The labor market outlook was also bolstered by another report on Thursday showing a measure of factory employment in the mid-Atlantic

region rising to a record high in October. The signs of labor market strength could cement expectations that the Federal Reserve will raise interest rates in December.

Initial claims for state unemployment benefits fell 22,000 to a seasonally adjusted 222,000 for the week ended Oct. 14, the lowest level since March 1973, the Labor Department said. But the decrease in claims, which was the largest since April, was probably exaggerated by the Columbus Day holiday on Monday.

Claims are declining as the effects of Hurricanes Harvey and Irma wash out of the data. The hurricanes, which lashed Texas and Florida, boosted claims to 298,000 in early September.

A Labor Department official said claims for the Virgin Islands and Puerto Rico continued to be impacted by Irma and Hurricane Maria, which destroyed infrastructure. As a result the Labor Department continued to estimate claims for the islands.

Nonfarm payrolls dropped by 33,000 jobs in September as Hurricanes Irma and Harvey left more than 100,000 restaurant workers temporarily unemployed. The Virgin Islands and Puerto Rico are not included in nonfarm payrolls.

Economists had forecast claims falling to 240,000 in the latest week. The dollar pared losses against a basket of currencies after the data, while prices for U.S. Treasuries were unchanged.

(Source Reuters, Research – @her1en)

WEEKLY ECONOMIC CALENDAR

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
12-Oct - 18-Oct	N/A	CN	Foreign Direct Investment YoY CNY	Sep	-	--	9.1%	
Mon/16-Oct-17	04:30	NZ	Performance Services Index	Sep	56.0	--	57.3	57.2
	08:30	CN	CPI YoY	Sep	1.6%	1.6%	1.8%	
	08:30	CN	PPI YoY	Sep	6.9%	6.3%	6.3%	
	11:30	JP	Industrial Production MoM	Aug F	2.0%	2.1%	2.1%	
	11:30	JP	Industrial Production YoY	Aug F	5.3%	--	5.4%	
	11:30	JP	Capacity Utilization MoM	Aug	3.3%	--	-1.8%	
	16:00	EZ	Trade Balance SA	Aug	21.6b	20.2b	18.6b	17.9b
	16:00	EZ	Trade Balance NSA	Aug	16.1b	23.3b	23.2b	
	19:30	US	Empire Manufacturing	Oct	30.2	20.4	24.4	
20:00	CA	Existing Home Sales MoM	Sep	-	--	1.3%		
Tue/17-Oct-17	04:00	KR	Export Price Index MoM	Sep	-	--	0.5%	
	04:00	KR	Export Price Index YoY	Sep	-	--	10.7%	
	04:00	KR	Import Price Index YoY	Sep	-	--	9.0%	

	04:00	KR	Import Price Index MoM	Sep	-	--	1.5%	
	04:45	NZ	CPI QoQ	3Q	0.5%	0.5%	0.0%	
	04:45	NZ	CPI YoY	3Q	1.9%	1.9%	1.7%	
	07:30	AU	RBA Oct. Rate Meeting Minutes					
	15:15	GB	BOE's Carney, Ramsden and Tenreyro Testify to Lawmakers					
	15:30	GB	CPIH YoY	Sep	2.8%	2.8%	2.7%	
	15:30	GB	CPI MoM	Sep	0.3%	0.3%	0.6%	
	15:30	GB	CPI YoY	Sep	3.0%	3.0%	2.9%	
	15:30	GB	CPI Core YoY	Sep	2.7%	2.7%	2.7%	
	15:30	GB	PPI Input NSA MoM	Sep	0.4%	1.2%	1.6%	2.3%
	15:30	GB	PPI Input NSA YoY	Sep	8.4%	8.2%	7.6%	8.4%
	15:30	GB	PPI Output NSA MoM	Sep	0.2%	0.2%	0.4%	
	15:30	GB	PPI Output NSA YoY	Sep	3.3%	3.3%	3.4%	
	15:30	GB	PPI Output Core NSA MoM	Sep	0.0%	0.1%	0.2%	
	15:30	GB	PPI Output Core NSA YoY	Sep	2.5%	2.6%	2.5%	
	16:00	EZ	CPI MoM	Sep	0.4%	0.4%	0.3%	
	16:00	EZ	CPI YoY	Sep F	1.5%	1.5%	1.5%	
	16:00	EZ	ZEW Survey Expectations	Oct	26.7	--	31.7	
	16:00	EZ	CPI Core YoY	Sep F	1.1%	1.1%	1.1%	
	16:00	DE	ZEW Survey Current Situation	Oct	87.0	88.5	87.9	
	16:00	DE	ZEW Survey Expectations	Oct	17.6	20	17	
	20:15	US	Industrial Production MoM	Sep	0.3%	0.3%	-0.9%	-0.7%
	20:15	US	Manufacturing (SIC) Production	Sep	0.1%	0.2%	-0.3%	-0.2%
Wed/18-Oct-17	06:00	KR	Unemployment rate SA	Sep	-	--	3.8%	
	06:30	AU	Westpac Leading Index MoM	Sep	0.08%	--	-0.08%	-0.10%
	15:30	GB	Claimant Count Rate	Sep	2.3%	--	2.3%	
	15:30	GB	Jobless Claims Change	Sep	1.7k	--	-2.8k	-0.2k
	15:30	GB	Average Weekly Earnings 3M/YoY	Aug	2.2%	2.1%	2.1%	2.2%
	15:30	GB	Weekly Earnings ex Bonus 3M/YoY	Aug	2.1%	2.0%	2.1%	2.2%
	15:30	GB	ILO Unemployment Rate 3Mths	Aug	4.3%	4.3%	4.3%	
	15:30	GB	Employment Change 3M/3M	Aug	94k	148k	181k	
	16:00	EZ	Construction Output MoM	Aug	0.2%	--	0.2%	0.0%
	16:00	EZ	Construction Output YoY	Aug	1.6%	--	3.4%	2.8%
	19:00	US	Fed's Dudley and Kaplan Discuss Economic Development					
	19:30	US	Housing Starts	Sep	1127k	1180k	1180k	1183k
	19:30	US	Housing Starts MoM	Sep	-4.7%	-0.4%	-0.8%	-0.2%
	19:30	US	Building Permits	Sep	1215k	1230k	1300k	1272k
	19:30	US	Building Permits MoM	Sep	-4.5%	-3.3%	5.7%	3.4%
	21:30	US	DOE U.S. Crude Oil Inventories	Oct-13	-5731k	-3250k	-2747k	
	21:30	US	DOE Cushing OK Crude Inventory	Oct-13	202k	--	1322k	
	21:30	US	DOE U.S. Gasoline Inventories	Oct-13	908k	1050k	2490k	
	21:30	US	DOE U.S. Distillate Inventory	Oct-13	528k	-1450k	-1480k	
Thu/19-Oct-17	01:00	US	U.S. Federal Reserve Releases Beige Book					
	06:50	JP	Trade Balance	Sep	¥670.2b	¥565.1b	¥113.6b	¥112.6b
	06:50	JP	Trade Balance Adjusted	Sep	¥240.3b	¥312.8b	¥367.3b	¥308.3b
	06:50	JP	Exports YoY	Sep	14.1%	14.8%	18.1%	
	06:50	JP	Imports YoY	Sep	12.0%	14.6%	15.2%	
	07:30	AU	NAB Business Confidence	3Q	7	--	7	8
	07:30	AU	Employment Change	Sep	19.8k	20.0k	54.2k	53.0k
	07:30	AU	Unemployment Rate	Sep	5.5%	5.6%	5.6%	
	07:30	AU	Full Time Employment Change	Sep	6.1k	--	40.1k	39.5k
	07:30	AU	Part Time Employment Change	Sep	13.7k	--	14.1k	13.6k
	07:30	AU	Participation Rate	Sep	65.2%	65.2%	65.3%	65.2%
	N/A	HK	Composite Interest Rate	Sep	-	--	0.3%	
	N/A	KR	BoK 7-Day Repo Rate	Oct-19	-	--	1.25%	
	09:00	CN	GDP YoY	3Q	6.8%	6.8%	6.9%	
	09:00	CN	GDP SA QoQ	3Q	1.7%	1.7%	1.7%	1.8%

	09:00	CN	GDP YTD YoY	3Q	6.9%	6.8%	6.9%	
	09:00	CN	Retail Sales YoY	Sep	10.3%	10.1%	10.1%	
	09:00	CN	Retail Sales YTD YoY	Sep	10.4%	10.3%	10.4%	
	09:00	CN	Fixed Assets Ex Rural YTD YoY	Sep	7.5%	7.7%	7.8%	
	09:00	CN	Industrial Production YoY	Sep	6.6%	6.4%	6.0%	
	09:00	CN	Industrial Production YTD YoY	Sep	6.7%	6.7%	6.7%	
	N/A	AU	RBA's Bullock Gives Speech in Sydney					
	11:30	JP	All Industry Activity Index MoM	Aug	0.1%	0.2%	-0.1%	
	13:00	JP	Machine Tool Orders YoY	Sep F	45%	--	45.3%	
	13:00	CH	Trade Balance	Sep	2.92b	--	2.17b	2.20b
	13:00	CH	Exports Real MoM	Sep	-0.9%	--	2.8%	
	13:00	CH	Imports Real MoM	Sep	-3.2%	--	3.0%	
19-Oct - 20-Oct	N/A	EZ	European Union Leaders Hold Summit in Brussels					
	15:30	HK	Unemployment Rate SA	Sep	-	--	3.1%	
	15:30	GB	Retail Sales Ex Auto Fuel MoM	Sep	-0.7%	-0.2%	1.0%	0.9%
	15:30	GB	Retail Sales Ex Auto Fuel YoY	Sep	1.6%	2.2%	2.8%	2.6%
	15:30	GB	Retail Sales Inc Auto Fuel MoM	Sep	-0.8%	-0.1%	1.0%	0.9%
	15:30	GB	Retail Sales Inc Auto Fuel YoY	Sep	1.2%	2.1%	2.4%	2.3%
	19:30	US	Initial Jobless Claims	Oct-14	222k	240k	--	244k
	19:30	US	Philadelphia Fed Business Outlook	Oct	27.9	20.3	23.8	
	19:30	US	Continuing Claims	Oct-07	1888k	1890k	--	1904k
	21:00	US	Leading Index	Sep	-0.2%	0.1%	0.4%	
Fri/20-Oct-17	04:00	KR	PPI YoY	Sep	-	--	3.2%	
	N/A	DE	Germany Sovereign Debt to be rated by Moody's					
	13:00	DE	PPI MoM	Sep		--	0.2%	
	13:00	DE	PPI YoY	Sep		--	2.6%	
	13:35	JP	BOJ Kuroda speaks in Tokyo					
	15:00	EZ	ECB Current Account SA	Aug		--	25.1b	
	15:00	EZ	Current Account NSA	Aug		--	32.5b	
	15:30	GB	Public Finances (PSNCR)	Sep		--	0.0b	
	15:30	GB	Central Government NCR	Sep		--	1.1b	
	15:30	GB	Public Sector Net Borrowing	Sep		--	5.1b	
	15:30	GB	PSNB ex Banking Groups	Sep		--	5.7b	
	19:30	CA	CPI NSA MoM	Sep		--	0.1%	
	19:30	CA	CPI YoY	Sep		--	1.4%	
	19:30	CA	Consumer Price Index	Sep		--	130.5	
	19:30	CA	CPI Core- Common YoY%	Sep		--	1.5%	
	19:30	CA	CPI Core- Trim YoY%	Sep		--	1.4%	
	19:30	CA	CPI Core- Median YoY%	Sep		--	1.7%	
	19:30	CA	Retail Sales MoM	Aug		--	0.4%	
	19:30	CA	Retail Sales Ex Auto MoM	Aug		--	0.2%	
	21:00	US	Existing Home Sales	Sep		5.30m	5.35m	
	21:00	US	Existing Home Sales MoM	Sep		-0.9%	-1.7%	
Sat/21-Oct-17	00:00	US	Baker Hughes U.S. Rig Count	Oct-20		--	928	
	01:00	US	Fed's Mester Speaks on Global Regulatory Structure					
	06:15	US	Yellen Speaks to National Economists Club in Washington					

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

ASIAN STOCK INDICATORS – *Daily Outlook*

Japan's Nikkei share average rose for the 13th straight session on Thursday, establishing its longest winning streak since 1988 while scaling a fresh 21-year peak as gains in global stocks and a weaker yen cheered investors. The Nikkei ended up 0.4 percent at 21,448.52, after rising as high as 21,503.85, its loftiest level since 1996. "These levels are scary," said Ayako Sera, senior market economist at Sumitomo Mitsui Trust. "Everything must end sometime. There are no strong incentives to sell Japanese stocks at the moment, but there aren't strong incentives to buy them, either, particularly with growth in China slowing," she said. Data released on Thursday showed China's economic growth slowed slightly as expected in the third quarter as the government's efforts to rein in the property market and debt risks tempered activity in the world's second-largest economy. While Japanese Prime Minister Shinzo Abe's ruling bloc is expected to secure a roughly two-thirds majority in Sunday's general election, a surprisingly poor showing could provide investors with an excuse to sell stocks, Sera said. Shares of Kobe Steel gained 6.7 percent, after three Japanese automakers on Thursday confirmed the safety of aluminium components made by Japan's No. 3 steelmaker, which earlier this month admitted to falsifying quality data. Financial stocks also gained ground, with insurers Dai-ichi Life Holdings advancing 1.4 percent, T&D Holdings by 1.6 percent and Mitsubishi UFJ Financial Group by 1.1 percent. CME Group and Japan Exchange Group, the operator of the Tokyo Stock Exchange, announced the launch of yen-denominated Topix futures contracts to begin trading on CME Globex in April 2018. The broader Topix gained 0.3 percent to 1,730.04.

South Korean shares erased earlier gains to end at a one-week low on Thursday, as investors stepped up selling of heavyweight tech firms, offsetting the central bank's bullish economic outlook. The Bank of Korea upgraded its growth outlook to 3 percent, boosting chances of a rate hike in the coming months though the policy rate was kept unchanged at its October review. The Korea Composite Stock Price Index (KOSPI) closed down 0.4 percent at 2,473.06 points. Samsung Electronics and SK Hynix fell 3.3 percent and 2.4 percent, respectively. Local institutions sold a net 33 billion won (\$29.16 million) worth of KOSPI shares while foreign investors offloaded 17.2 billion won worth. The South Korean won also edged down, tracking weaknesses in overall Asian currencies. The won was quoted at 1,132.4 to the dollar at the conclusion of onshore trade, down 0.2 percent from Wednesday's close of 1,129.9. December futures on three-year treasury bonds dropped sharply as traders bet on the higher possibility of a rate hike after the central bank governor's news conference. The futures shed 0.21 point to 108.30.

Hong Kong stocks on Thursday fell by the most in over two months as investors dumped stocks across the board in late afternoon trading, spooked by warnings from China's central bank governor over the country's high debt levels. The panic selling was also partly triggered by a slump in property shares, amid signs of tighter liquidity in Hong Kong and after data showed property sales in mainland China fell for the first time in over 2-1/2 years. Also denting sentiment was news China's economic growth eased slightly in the third quarter, with investors scrambling to

take profits in recently outperforming sectors such as auto and telecom amid concern there could be a further slowdown. The Hang Seng index fell 1.9 percent, its biggest one-day drop since mid-August, to close at 28,159.09 points. The China Enterprises Index tumbled 2.3 percent to 11,357.45 in its biggest decline since mid-December. Most of the damage was done during the final hours of trading, as comments from central banker Zhou Xiaochuan spread through the market. Zhou, speaking on the sidelines of China's 19th Communist Party congress, said China will fend off risks from excessive optimism that could lead to a "Minsky Moment", adding that corporate debt levels are relatively high and household debt is rising too quickly. A Minsky Moment, named after economist Hyman Minsky, is a sudden collapse of asset prices after a long period of growth, sparked by debt or currency pressures. "Zhou's comments emerged slowly during the day, and did weigh on the market," said Hao Hong, head of research at BOCOM International. "Property shares were dumped because of signs of tighter liquidity as Hong Kong braces for another rate hike by the U.S. Federal Reserves," Yip said, pointing to a recent increase in interbank rates. Hong Kong's one-month interbank rate rose to 0.59 percent on Thursday, nearing the eight-month peak hit on Oct 4. Raw material shares also tumbled, after China data showed the country's economic growth slowed slightly in the third quarter to 6.8 percent from 6.9 percent in the second quarter. While the number met economists' forecasts, comments from country's central bank governor at the weekend had raised expectations it may be stronger. Traders focused more intently on property investment data, which showed September sales fell for the first time since early 2015 while construction starts slowed sharply.

China stocks fell on Thursday after slightly slower economic growth in the third quarter and soft property sales caused concern the economy will see further cooling. While the dip in second quarter growth to 6.8 percent from 6.9 percent was in line with economists' forecasts, some investors had bet on a stronger reading after comments by central bank governor Zhou Xiaochuan at the weekend. Zhou said growth may hit 7 percent in the second half of this year. The blue-chip CSI300 index fell 0.3 percent, to 3,931.25 points. The Shanghai Composite Index also lost 0.3 percent, to 3,370.17 points. While China's full-year 2017 growth should easily beat the government's target of around 6.5 percent, economists believe it will lose momentum next year as property cooling measures and a crackdown on riskier types of lending bite. Most sectors fell on Thursday. Developers lost 0.9 percent, after data showed property sales dropped for the first time since March 2015 in September and housing starts slowed sharply. Although property investment picked up, analysts noted it often lags sales trends. Rafael Halpin, head of research at NSBO Research, said President Xi Jinping's Wednesday comment that "houses are built to be inhabited, not for speculation" reinforced views that authorities' efforts to reduce speculation will continue. Industry and heavyweight financial firms also lost ground. Bucking Thursday's trend, consumer and healthcare firms rallied, as investors sought shelter in defensive plays.

(Source Reuters, Research: rizal)

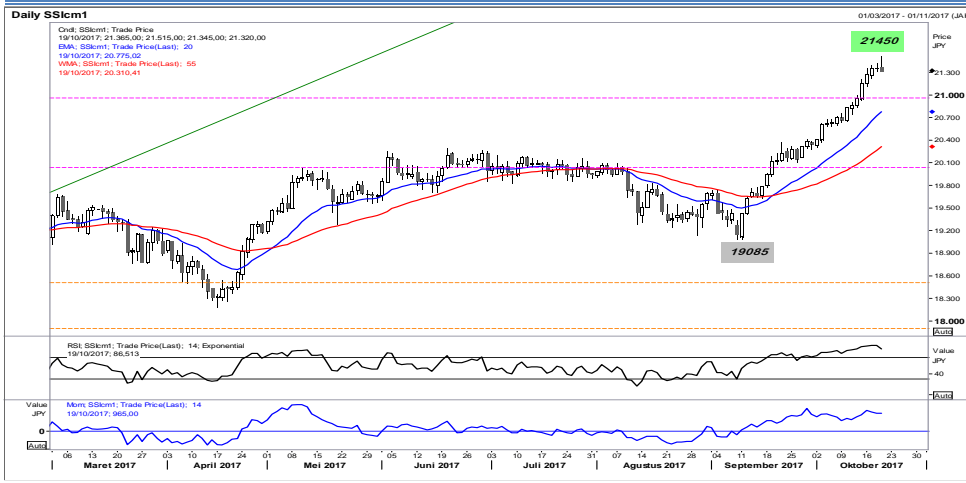
ASIA AND GLOBAL MARKET SPOT PRICE 2017

HIGH / LOW	.N225	.KS200	.HSI	.DJI	/.SPX	/.SSEC
RECORD HIGH	38915.87 (29/Dec/89)	328.51 (17/Oct/2017)	31958.41 (30/Oct/07)	23163.04 (19/Oct/2017)	2562.10 (18/Oct/2017)	6124.04400 (16/Oct./07)
2016 HIGH	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)
2017 HIGH	21448.52 (19/Oct/2017)	328.51 (17/Oct/2017)	28711.76 (18/Oct/2017)	23163.04 (19/Oct/2017)	2562.10 (19/Oct/2017)	3391.64350 (14/Sep/2017)
2017 LOW	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)
2016 LOW	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)
RECORD LOW	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 – 19 October 2017

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	23163.04	↑ 5.44/ 0.02%	.N225	21448.52	↑ 85.47/0.40%
/.SPX	2562.10	↑ 0.84/ 0.033%	.KS200	326.47	↓ 1.93/0.59%
/.IXIC	6605.067	↓ 19.153/ 0.29%	.HSI	28159.09	↓ 552.67/1.92%
JPY=	112.53	↓ 0.39/ 0.35%	/.SSEC	3370.09530	↓ 11.69840/0.35%
KRW=	1128.01	↓ 3.86/ 0.34%	/Clc1 (Oil)	51.40	↓ 0.63/1.21%

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



- The trend is still bullish.
- The support area is 20310, and the resistance area at 21473
- The RSI enters the overbought area, the trend may reverse
[\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
19 Oct SSIpmZ7	21450	21450	21210	240	21320	---	↓ 145	0.68	42945
19 Oct SSIamZ7	21450	21515	21380	135	21465	21465	↑ 105	0.49	55935
18 Oct SSIpmZ7	21365	21450	21345	105	21450	---	↑ 90	0.42	20871
18 Oct SSIamZ7	21340	21415	21315	100	21360	21360	↑ 10	0.05	51477
17 Oct SSIpmZ7	21360	21370	21310	60	21355	---	↑ 5	0.02	22216
17 Oct SSIamZ7	21340	21395	21230	165	21350	21350	↑ 75	0.35	61997
16 Oct SSIpmZ7	21270	21345	21240	105	21330	---	↑ 55	0.26	16685
16 Oct SSIamZ7	21245	21350	21190	160	21275	21275	↑ 115	0.54	57838
13 Oct SSIpmZ7	21150	21260	21115	145	21225	---	↑ 65	0.31	27398
13 Oct SSIamZ7	20965	21210	20930	280	21160	21160	↑ 210	1.00	84760

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
21515	21190	21515	20370	20425	19085	21515	18190
(19/Oct)	(16/Oct)	(19/Oct)	(02/Oct)	(27/Sep)	(08/Sep)	(19/Oct)	(17/Apr)

ANALYSIS & RECOMMENDATION

RESISTANCE	21888	Fibo Projections (261.8%)
	21680	Fibo Projections (161.8%)
	21552	Fibo Projections (100.0%)
	21515	High 19/Oct/2017
SUPPORT	21230	Low 17/Oct/2017
	21115	Low 13/Oct/2017
	20935	Low 12/Oct/2017
	20635	Reactions Low 09/Oct/2017 (Daily)
RECOMMENDATION	BUY	----
	SELL	21355
	STOP LOSS	21455
	TARGET	21205 21155

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



- The bearish trend.
 - Daily RSI is already in the overbought zone.
- [\(Research – rizal\)](#)

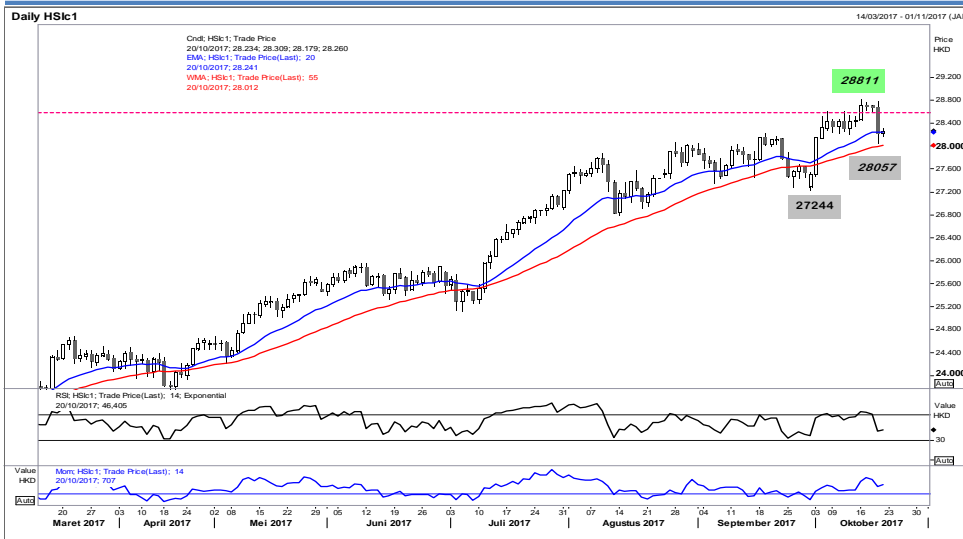
DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
19 Oct	330.05	330.25	327.10	3.15	327.45	327.45	↓ 1.75	0.53	172806
18 Oct	328.85	330.10	328.30	1.80	329.20	329.20	↑ 0.05	0.02	136154
17 Oct	328.90	329.85	328.70	1.15	329.15	329.15	↑ 0.30	0.09	128127
16 Oct	329.00	330.25	328.15	2.10	328.85	328.85	↑ 0.20	0.06	132287
13 Oct	328.40	329.30	327.90	1.40	328.65	328.65	↓ 0.35	0.11	126207
12 Oct	326.95	329.10	326.80	2.30	329.00	329.00	↑ 2.40	0.73	234844

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
330.25 (16/Oct)	327.10 (19/Oct)	330.25 (16/Oct)	321.40 (10/Oct)	321.60 (20/Sep)	302.70 (06/Sep)	330.25 (16/Oct)	259.25 (02/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	336.81	Fibo Projections (161.8%)
	333.55	Fibo Projections (100.0%)
	331.54	Fibo Projections (61.8%)
	330.92	Fibo Projections (50.0%)
SUPPORT	327.90	Low 13/Oct/2017
	326.80	Low 12/Oct/2017
	324.10	Low 11/Oct/2017
	321.40	Low 10/Oct/2017
RECOMMENDATION	BUY	----
	SELL	327.80
	STOP LOSS	328.80
	TARGET	326.30 325.80

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



- Be alert for daily rebounds.
 - Beware of RSI approaching overbought area.
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
19 Oct	28709	28724	28057	667	28227	28227	↓ 450	1.57	154028
18 Oct	28677	28709	28639	70	28677	28677	↓ 26	0.09	70314
17 Oct	28669	28738	28643	95	28703	28703	↓ 15	0.00	78006
16 Oct	28755	28811	28662	149	28718	28718	↑ 260	0.91	97470
13 Oct	28395	28512	28389	123	28458	28458	↑ 20	0.07	77479
12 Oct	28411	28529	28362	167	28438	28438	↑ 121	0.43	92362
11 Oct	28547	28554	28274	280	28317	28317	↓ 118	0.41	102735

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
28811	28057	28811	27688	28225	27272	28811	21863
(16/Oct)	(19/Oct)	(16/Oct)	(03/Oct)	(19/Sep)	(28/Sep)	(16/Oct)	(03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	29248	High 10/Des/2007
	28822	High 12/Des/2007
	28623	High 06/Oct/2017
	28514	High 04/Oct/2017
SUPPORT	27857	Low 12/Sep/2017
	27636	Low 11/Sep/2017
	27486	Low 08/Sep/2017
	27350	Low 06/Sep/2017
RECOMMENDATION	BUY	----
	SELL	28280
	STOP LOSS	28380
	TARGET	28130
		28080

CURRENCIES – *Daily Outlook*

Euro hits 6-day high as U.S. yields fall; kiwi drops most in a year - Reuters News

The euro climbed to the highest in nearly a week on Thursday as U.S. Treasury yields fell, pulling back from a two-year high, with the dollar weakening further late in the day on a report that President Donald Trump was leaning toward Jerome Powell as the next chair of the Federal Reserve.

Powell, a Federal Reserve governor, is favored by Treasury Secretary Steve Mnuchin, a story from Politico said. He is considered less hawkish than

other choices on Trump's short list like former Fed Governor Kevin Warsh and economist John Taylor.

Powell would be expected to favor lower interest rates for the United States, reducing the value of the dollar to investors.

The euro rose to \$1.1858, its highest since last Friday.

The euro was higher before the news broke, having rebounded from losses earlier in the week ahead of a policy meeting of the European Central Bank.

Investors shrugged off political uncertainty emerging from Spain before the ECB meeting, where policymakers are expected to reveal plans to unwind their multi-year stimulus.

The euro briefly waned against the dollar after the release of U.S. jobless claims data, which showed the lowest reading in 44 years, and a record high reading on the Philadelphia Fed Business Index.

"The Catalonia thing is priced in now unless it blows up really badly and people seem to be happy going long euros before the ECB meeting next week," said John Marley, head of FX strategy at Infinity International, a currency risk management firm.

Spain's central government said on Thursday it would suspend Catalonia's autonomy and impose direct rule after the region's leader threatened to go ahead with a formal declaration of independence if Madrid refused to hold talks.

The dollar briefly rose to a 13-day high against the Japanese yen in overnight trading, before reversing course later. It fell further after the headlines about Powell and was last down 0.4 percent to 112.49 yen.

The New Zealand dollar was the big mover among major currencies, with the kiwi sinking nearly 2 percent against the greenback, its biggest drop in nearly a year, after a surprise election victory for the country's Labour party.

"The market doesn't like either piece," said Marc Chandler, chief global currency strategist at Brown Brothers Harriman & Co. "It doesn't like Labour, it doesn't like the anti-immigration, protectionist views of the New Zealand First party and it's a change in the status quo."

(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 1.2092
- Daily RSI is rise
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	1.17910	1.18566	1.17669	89,7	1.18506	↑ 64,8	1.17858
Oct 18	1.17647	1.18042	1.17289	75,3	1.17858	↑ 20,6	1.17652
Oct 17	1.17960	1.17963	1.17351	61,2	1.17652	↓ 30,0	1.17952
Oct 16	1.18056	1.18184	1.17792	39,2	1.17952	↓ 22,7	1.18179
Oct 13	1.18298	1.18737	1.18041	69,6	1.18179	↓ 8,2	1.18261

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.18566 (19/Oct)	1.17289 (18/Oct)	1.18785 (12/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
	1.1880	High Oct 12
SUPPORT	1.1729	Low Oct 18
	1.1667	Low Oct 06
	1.1477	Low Jul 20
	1.1369	Low Jul 13
RECOMMENDATION	BUY	1.1820
	SELL	-----
	STOP LOSS	1.1745
	TARGET	1.1900 1.1930

USD/JPY

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



- The bearish trend
 - RSI rebounded at the daily level
- [\(Research – riza\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	112.948	113.135	112.287	84,8	112.513	↓ 39,9	112.912
Oct 18	112.184	113.038	112.123	91,5	112.912	↑ 73,1	112.181
Oct 17	112.129	112.467	112.025	44,2	112.181	↑ 6	112.175
Oct 16	111.921	112.276	111.641	63,5	112.175	↑ 31,0	111.865
Oct 13	112.264	112.293	111.675	61,8	111.865	↓ 40,5	112.270

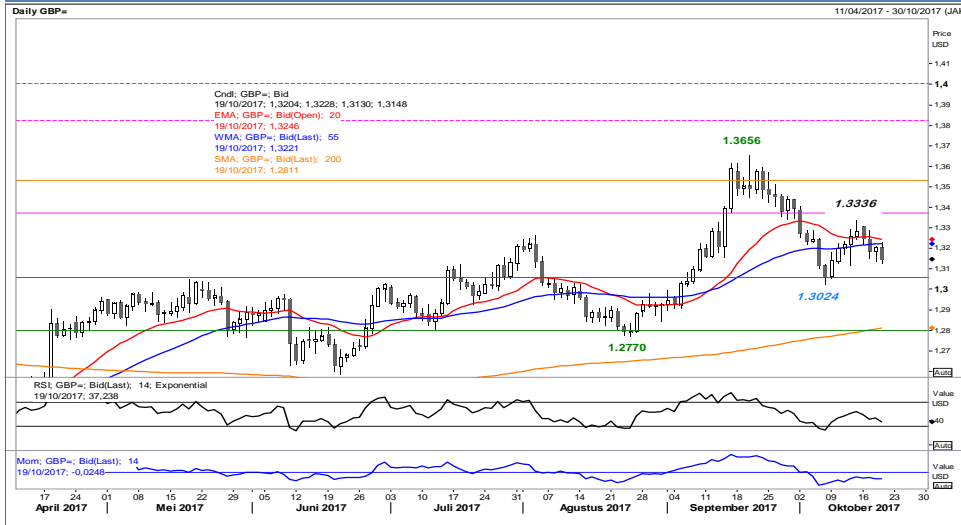
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
113.038 (18/Oct)	111.641 (16/Oct)	113.427 (03/Oct)	111.976 (10/Oct)	113.245 (27/Sep)	107.307 (08/Sep)	118.60 (03/Jan)	107.307 (08/Sep)

ANALYSIS & RECOMMENDATION

RESISTANCE	116.85	High 11/Jan/2017
	115.19	High 14/Mar/2017
	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	112.90
	STOP LOSS	113.90
	TARGET	111.90 111.60

GBP/USD

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



- The movement is *bullish*.
 - RSI rebounds the oversold area.
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	1.32025	1.32271	1.31301	97,0	1.31578	↓ 45,5	1.32033
Oct 18	1.31883	1.32111	1.31390	72,1	1.32033	↑ 18,2	1.31851
Oct 17	1.32498	1.32859	1.31536	132,3	1.31851	↓ 65,9	1.32510
Oct 16	1.32790	1.33105	1.32239	86,6	1.32510	↓ 42,4	1.32934
Oct 13	1.32615	1.33367	1.32468	89,9	1.32934	↑ 36,5	1.32569

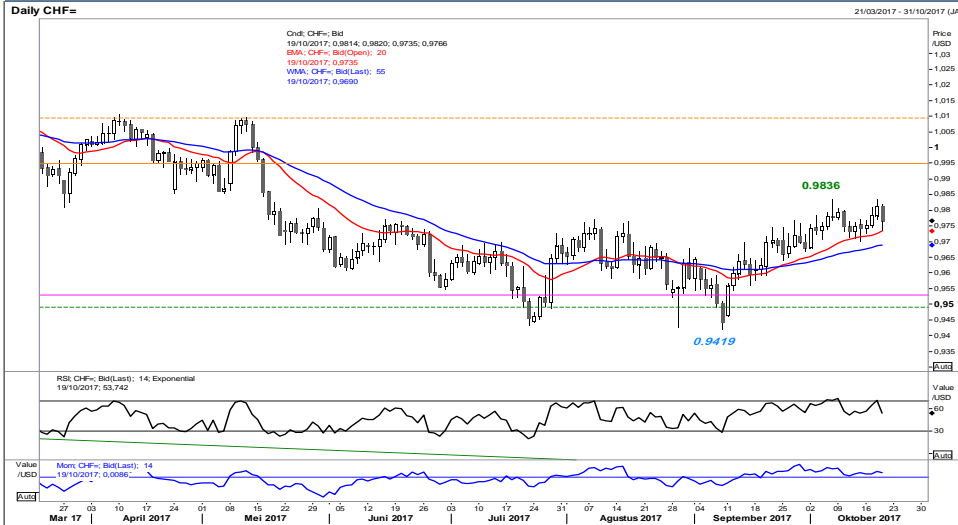
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.33105 (16/Oct)	1.31390 (18/Oct)	1.33969 (02/Oct)	1.30259 (06/Oct)	1.36565 (20/Sep)	1.29043 (01/Sep)	1.36565 (20/Sep)	1.1986 (16/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	1.3595	High 22/Sep/2017
	1.3455	Reaction high Sept 28 (Daily)
	1.3402	High 02/Oct/2017
	1.3336	High 13/Oct/2017
SUPPORT	1.3129	Low 10/Oct/2017
	1.3054	Low 09/Oct/2017
	1.2907	Low 05/Sep/2017
	1.2849	Low 31/Aug/2017
RECOMMENDATION	BUY	----
	SELL	1.3185
	STOP LOSS	1.3285
	TARGET	1.3065 1.3035

USD/CHF

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



- The trend of RSI tends to fall.
 - Be alert for daily rebounds.
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	0.98043	0.98125	0.97356	76,9	0.97597	↓ 55,1	0.98148
Oct 18	0.97814	0.98353	0.97725	62,8	0.98148	↑ 32,2	0.97826
Oct 17	0.97500	0.98077	0.97469	60,8	0.97826	↑ 29,3	0.97533
Oct 16	0.97525	0.97680	0.97284	39,6	0.97533	↑ 9,9	0.97434
Oct 13	0.97498	0.97702	0.97038	66,4	0.97434	↓ 92,0	0.97526

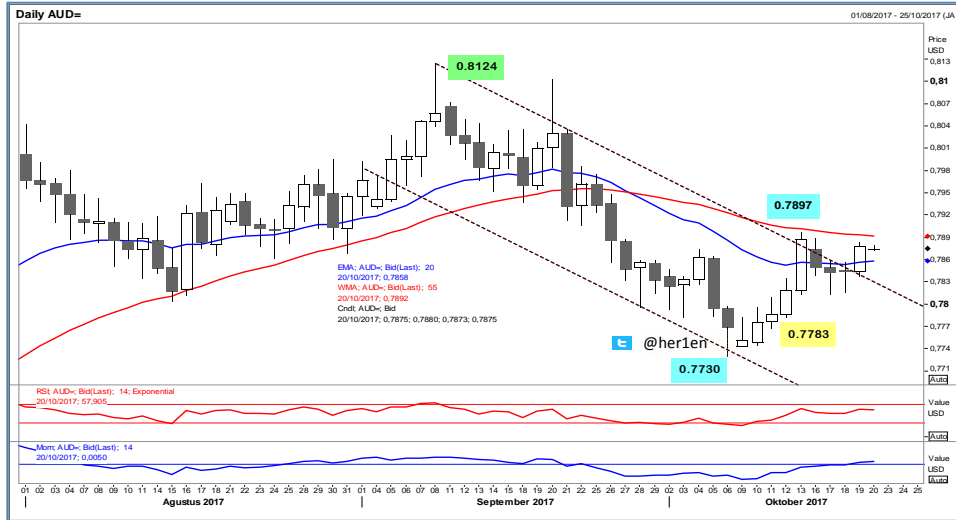
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.98353 (18/Oct)	0.97284 (16/Oct)	0.98354 (06/Oct)	0.96809 (02/Oct)	0.97686 (27/Sep)	0.94195 (08/Sep)	1.0335 (03/Jan)	0.94195 (08/Sep)

ANALYSIS & RECOMMENDATION

RESISTANCE	1.0107	High 10/Apr/2017
	1.0099	High 11/May/2017
	0.9967	High 16/May/2017
	0.9861	High 17/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	0.9730
	SELL	----
	STOP LOSS	0.9660
	TARGET	0.9800 0.9835

AUD/USD

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



- The series drops to a low level in the daily movement
- The main resistance at 0.8124, support 0.7671
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	0.78471	0.78828	0.78398	43,0	0.78780	↑ 33,5	0.78445
Oct 18	0.78439	0.78569	0.78179	39,0	0.78445	↑ 3	0.78442
Oct 17	0.78522	0.78597	0.78171	42,6	0.78442	↓ 4,8	0.78490
Oct 16	0.78763	0.78885	0.78418	46,7	0.78490	↓ 34,7	0.78837
Oct 13	0.78214	0.78960	0.78194	76,6	0.78837	↑ 69,6	0.78141

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.78885 (16/Oct)	0.78171 (17/Oct)	0.78960 (13/Oct)	0.77318 (06/Oct)	0.81239 (08/Sep)	0.77984 (28/Sep)	0.81239 (08/Sep)	0.7182 (03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	0.8162	High May 14, 2015
	0.8124	High Sept 08
	0.8036	High Sept 21
	0.7948	High Sept 26
SUPPORT	0.7783	Low Oct 12
	0.7721	Low July 14
	0.7671	Low July 13
	0.7567	Low July 05
ECOMMENDATION	BUY	0.7850
	SELL	-----
	STOP LOSS	0.7790
	TARGET	0.7920 0.7950

NZD/USD

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



- Correction happens in daily movement
- Daily RSI is down
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	0.71563	0.71702	0.70080	162,2	0.70285	↓124,1	0.71526
Oct 18	0.71699	0.71771	0.71179	59,2	0.71526	↓17,1	0.71697
Oct 17	0.71892	0.71968	0.71459	50,9	0.71697	↓1,3	0.71710
Oct 16	0.71707	0.71949	0.71610	33,9	0.71710	↓17,8	0.71888
Oct 13	0.71294	0.71955	0.71201	75,4	0.71888	↑58,3	0.71305

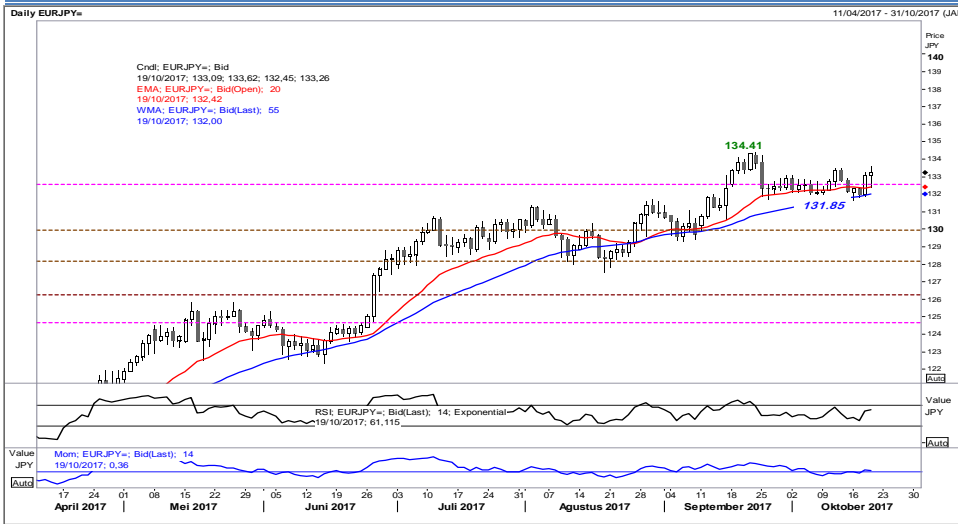
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.71968 (17/Oct)	0.70080 (19/Oct)	0.72248 (02/Oct)	0.70080 (19/Oct)	0.74323 (20/Sep)	0.71446 (01/Sep)	0.75570 (27/Jul)	0.68166 (11/May)

ANALYSIS & RECOMMENDATION

RESISTANCE	0.7374	High Sept 25
	0.7276	High Sept 26
	0.7243	High Sept 29
	0.7170	High Oct 19
SUPPORT	0.7005	Low May 26
	0.6879	Low May 19
	0.6816	Low May 11
	0.6756	Low June 01, 2016
RECOMMENDATION	BUY	-----
	SELL	0.7050
	STOP LOSS	0.7130
	TARGET	0.6960 0.6930

EUR/JPY

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



- RSI occurs rebound, be alert of price fluctuations.
 - The bullish trend.
- (Research – rizal)*

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	133.183	133.595	132.448	114,7	133.355	↑ 26,0	133.095
Oct 18	131.983	133.254	131.944	131,0	133.095	↑ 110,7	131.988
Oct 17	132.271	132.345	131.816	52,9	131.988	↓ 33,0	132.318
Oct 16	132.131	132.359	131.632	72,7	132.318	↑ 11,9	132.199
Oct 13	132.813	132.910	132.113	79,7	132.199	↓ 58,4	132.783

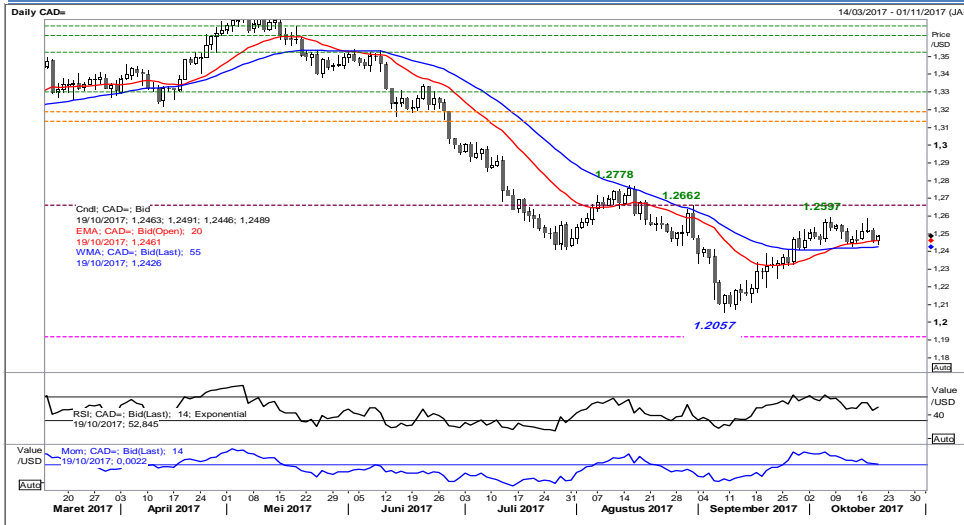
WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
133.254	131.632	133.459	131.814	134.377	129.340	134.377	114.87
(18/Oct)	(16/Oct)	(12/Oct)	(05/Oct)	(22/Sep)	(06/Sep)	(22/Sep)	(17/Apr)

ANALYSIS & RECOMMENDATION

RESISTANCE	138.61	High 25/Aug/2015
	137.29	High 18/Sep/2015
	136.06	High 22/Oct/2015
	134.38	Reaction High 21/Sep/2017 (Daily)
SUPPORT	130.59	Low 15/Sep/2017
	129.34	Low 06/Sep/2017
	128.31	Low 22/Aug/2017
	127.54	Low 18/Aug/2017
RECOMMENDATION	BUY	132.95
	SELL	----
	STOP LOSS	132.25
	TARGET	133.95 134.25

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.
- [\(Research – rizal\)](#)

WEEKLY OPEN	CURRENT PRICE
1.2476	1.2486

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.2590 (17/Oct)	1.2446 (19/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

RESISTANCE	1.2943	High 11/Jul/2017
	1.2778	High 15/Aug/2017
	1.2662	High 31/Aug/2017
	1.2558	Reaction High 09/Oct/2017 (Daily)
SUPPORT	1.2412	Low 29/Sep/2017
	1.2326	Low 26/Sep/2017
	1.2251	Reaction Low 22/Sep/2017 (Daily)
	1.2198	Reaction Low 20/Sep/2017 (Daily)
RECOMMENDATION	BUY	----
	SELL	1.2515
	STOP LOSS	1.2585
	TARGET	1.2445 – 1.2415

Precious Metal – *Daily Outlook*

Gold recovers from one-week low as dollar, equities sag - Reuters News



Gold prices recovered on Thursday from the more than one-week low they had reached overnight as a rally in both the dollar and equities ran out of steam, but the precious metal remained vulnerable to further declines.

The dollar index fell against a basket of currencies as 10-year Treasury yields dropped.

Gold was up 0.4 percent at \$1,286.31 an ounce by 2:40 p.m. EDT (1840 GMT), after earlier hitting its lowest since Oct. 9 at \$1,276.22. Gold has lost 6 percent since Sept. 8.

U.S. gold futures for December delivery settled up \$7, or 0.6 percent, at \$1,290 per ounce, hitting \$1,277.60, its lowest since

Oct. 6.

U.S. jobless claims fell 9 percent during the week ended Oct. 14 to 222,000 from 224,000, the U.S. Labor Department said on Thursday.

World stock markets slipped from a record high on Thursday after a flurry of tepid corporate earnings reports but were off session lows as Wall Street pared losses, while demand for safe-haven assets pushed U.S. Treasury yields lower.

"There's technical reasons why we've stabilized, stocks have come off, (but overall) people are not finding much value investing in gold at the moment," said Fawad Razaqzada, an analyst at FOREX.com.

"The lack of safe-haven demand combined with expectations of higher interest rates is weighing. If gold remains below \$1,300, there's a risk of a deeper correction in the coming days or weeks."

Federal Reserve Chair Janet Yellen's current term ends in February, and investors are waiting to see who U.S. President Donald Trump will pick as her replacement. The White House said a decision would be announced in coming days.

Higher interest rates typically boost the dollar and bond yields, pressuring gold by increasing the opportunity cost of holding non-yielding bullion.

"Fundamentally, the U.S. economy is still doing well, but the worry is that there is not much inflation in the system," said Ryan McKay, commodity strategist at TD Securities in Toronto.

"Without the inflation, the market is expecting that the Fed won't raise rates three times in 2018, as the documents are suggesting, and that would make it more bullish for gold."

Canada's Bank of Nova Scotia is exploring options for its gold business ScotiaMocatta, including a possible sale of the world's oldest gold trader, three sources familiar with the matter said on Wednesday.

Silver rose 1.24 percent at \$17.19 an ounce, platinum rose 0.4 percent at \$921.80 and palladium was up 0.4 percent at \$956 per ounce.

Platinum and palladium hit one-week lows overnight.

(Source Reuters, Research – @her1en)

GOLD (XAU/USD)



- Resistance around 1334
 - Support area is around 1251
 - Daily RSI is down
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS	AM FIX	PM FIX
Oct 19	1280.960	1290.070	1276.390	13.68	1289.490	↑ 8.80	1280.690	1283.40	1286.40
Oct 18	1284.800	1288.680	1276.800	11.88	1280.690	↓ 4.30	1284.990	1280.65	1280.20
Oct 17	1295.550	1296.110	1281.270	14.84	1284.990	↓ 9.96	1294.950	1289.70	1284.75
Oct 16	1302.250	1305.890	1290.240	15.65	1294.950	↓ 6.85	1301.800	1305.15	1303.30
Oct 13	1293.490	1302.590	1290.640	11.95	1301.800	↑ 8.47	1293.330	1293.90	1299.60

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1305.890	1276.390	1305.890	1260.470	1357.380	1277.560	1357.380	1146.31
(16/Oct)	(19/Oct)	(16/Oct)	(06/Oct)	(08/Sep)	(28/Sep)	(08/Sep)	(03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	1357.54	High Sept 08
	1334.36	High Sept 15
	1313.54	High Sept 26
	1296.28	High Oct 17
SUPPORT	1275.01	Low Oct 09
	1260.16	Low Oct 06
	1251.01	Low Aug 08
	1243.41	Low July 26
RECOMMENDATION	BUY	1287.00
	SELL	-----
	STOP LOSS	1278.00
	TARGET	1297.00 1302.00

SILVER (XAG/USD)



- With strong resistance at 17.85
 - While the crucial support area is around 16.30
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19	16.987	17.273	16.898	0.38	17.230	↑ 0.25	16.982
Oct 18	17.016	17.089	16.889	0.20	16.982	↓ 0.03	17.013
Oct 17	17.229	17.235	16.950	0.29	17.013	↓ 0.20	17.210
Oct 16	17.368	17.448	17.089	0.36	17.210	↓ 0.14	17.347
Oct 13	17.224	17.375	17.161	0.21	17.347	↑ 0.12	17.225

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
17.448	16.889	17.448	16.316	18.199	16.614	18.63	14.334
(16/Oct)	(18/Oct)	(16/Oct)	(06/Oct)	(08/Sep)	(29/Sep)	(17/Apr)	(07/Jul)

ANALYSIS & RECOMMENDATION

RESISTANCE	17.85	High Sept 15
	17.62	High Sept 18
	17.46	High Oct 16
	17.26	High Oct 19
SUPPORT	16.87	Low Oct 17
	16.77	Low Oct 09
	16.30	Low Oct 06
	16.10	Low Aug 07
ECOMMENDATION	BUY	17.15
	SELL	-----
	STOP LOSS	16.80
	TARGET	17.50
		17.70

OIL – Daily Outlook

Oil drops more than 1 pct on profit taking after 4 days of gains - Reuters News

Oil prices fell more than 1 percent on Thursday, breaking four days of gains, pressured by larger-than-expected product inventories in the United States and profit-taking after a recent run-up in markets.

Brent crude settled down 92 cents, or 1.6 percent, at \$57.23 a barrel. The global benchmark is still about 30 percent above its mid-year levels.

U.S. light crude settled down 75 cents, or 1.4 percent, to \$51.29, but is still nearly 25 percent higher than June's lows.

Ongoing tension in the Middle East has boosted prices, but analysts say those concerns may now be priced into the market.

"The geopolitical risk that came rushing into the market is starting to come out," said John Kilduff, a partner at hedge fund Again Capital LLC.

Kurdish officials said thousands had fled the Kirkuk region fearing persecution since Iraqi armed forces retook it following a referendum on Kurdish independence that was rejected by Baghdad.

Iraq said it expects to restore Kirkuk's oil production to last week's levels by Sunday.

Royal Dutch Shell's subsidiary in Nigeria, SPDC, lifted force majeure Thursday on Bonny Light crude oil exports.

Meanwhile, Chevron Corp said it temporarily suspended oil and gas drilling activity in Iraqi Kurdistan.

Analysts said they have seen some profit-taking after two weeks of gains. Energy equities were also weaker, falling to 3-1/2-week lows.

U.S. President Donald Trump last week refused to certify Iran's compliance with a nuclear deal, leaving Congress 60 days to decide further action against Tehran. That could imply the resumption of sanctions against Iran, which reduced supply by about 1 million bpd during the previous round.

However, it is unlikely the United States will get the same level of cooperation from other countries as it did when it previously sanctioned Iran.

Analysts said crude supply should keep tightening if the Organization of the Petroleum Exporting Countries and partners, including Russia, agree an expected extension to their deal to curb production.

The market turned bearish on Wednesday after the U.S. Energy Information Administration reported a surprise drop in U.S. refining rates and an unexpected build in fuel stocks last week that signalled slower demand in the world's top oil consumer.

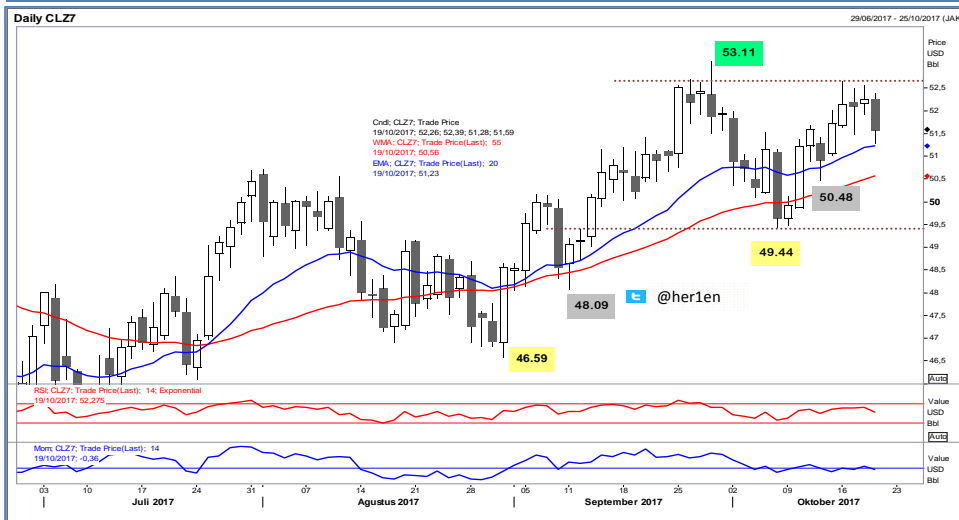
The fuel build overshadowed a 5.7 million-barrel slump in U.S. crude inventories and an 11-percent tumble in crude output last week to 8.4 million barrels per day (bpd) as production was shut in by Hurricane Nate.

(Source Reuters, Research – @her1en)



CLZ7/USD (OIL)

(Exp.: 20 Nov. 2017 - Reuters)



- Daily RSI is flat
 - Correction occurs in daily movement
 - Important resistance at 54.44, support at 48.12.
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Oct 19 (CLZ7)	52.25	52.38	51.27	1.11	51.57	↓ 0.67	52.24
Oct 18 (CLZ7)	52.15	52.54	51.91	0.63	52.24	↑ 0.08	52.16
Oct 18 (CLX7)	51.92	52.31	51.68	0.63	52.01	↑ 0.08	51.93
Oct 17	51.90	52.23	51.20	1.03	51.93	↑ 0.02	51.91
Oct 16	51.42	52.35	51.36	0.99	51.91	↑ 0.50	51.41
Oct 13	50.71	51.70	50.69	1.01	51.41	↑ 0.69	50.72

WEEKLY		OCTOBER		SEPTEMBER		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
52.54 (18/Oct)	51.20 (17/Oct)	52.54 (18/Oct)	49.09 (06/Oct)	52.84 (28/Sep)	46.55 (01/Sep)	55.22 (03/Jan)	42.04 (21/Jun)

ANALYSIS & RECOMMENDATION

RESISTANCE	54.94	High Feb 23
	54.44	High Mar 01
	53.99	High Apr 19
	52.86	High Sept 28
SUPPORT	50.48	Low Oct 12
	49.54	Low Oct 10
	48.12	Low Sept 13
	47.00	Low Sept 11
RECOMMENDATION	BUY	51.35
	SELL	----
	STOP LOSS	50.25
	TARGET	52.75 53.25