

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

- The dollar surrendered short-lived gains on Tuesday as concerns about the U.S. economy and politics returned to the fore ahead of a Federal Reserve meeting, while a lack of catalysts kept Asian stocks subdued.
- Strength among commodity firms and banking stocks as well as a string of solid updates boosted European shares on Tuesday.
- A set of strong U.S. earnings reports lifted the S&P 500 stock index to a record closing high on Tuesday, while oil prices rallied on Saudi Arabia's pledge to cut exports in August and copper hit a two-year high.

GLOBAL ECONOMIES

- China's central bank said on Tuesday that it would strictly regulate financial trading and strengthen the regulation of internet finance as policymakers look to control risks in what regulators have called "chaotic" financial markets.
- The two new members of the Bank of Japan's policy board said on Tuesday that the central bank should continue efforts to achieve its 2 percent inflation goal and it was premature to debate an exit from its massive monetary stimulus.
- The European Central Bank should maintain a "firmly accommodative" monetary policy for an "extended period", the International Monetary Fund said on Tuesday, as it forecast inflation remaining below target.
- British factories increased output at the fastest rate since the mid-1990s over the past three months, according to a survey published on Tuesday that suggested manufacturing might help to support the economy as it slows during 2017.
- U.S. single-family home prices accelerated at a slower pace in April, falling short of forecasts, a survey showed on Tuesday.

GLOBAL MARKETS

Asia – The dollar surrendered short-lived gains on Tuesday as concerns about the U.S. economy and politics returned to the fore ahead of a Federal Reserve meeting, while a lack of catalysts kept Asian stocks subdued.

The dollar earlier rose on expectations the Fed will signal at a meeting starting later on Tuesday its readiness to begin reducing its bond portfolio at its September meeting.

Also lifting the dollar earlier were strong July manufacturing and services purchasing managers' surveys (PMIs). But then it fell back as investors feared that the surveys would not shake the Fed's cautious approach to monetary policy tightening.

In stocks, MSCI's broadest index of Asia-Pacific shares outside Japan edged up less than 0.1 percent, with some markets looking for fresh impetus after hitting multi-year highs in recent weeks and few drivers in the region to guide them.

Australian stocks jumped 0.9 percent, clawing back all of Monday's 0.6 percent loss. But Japan's Nikkei ended 0.1 percent lower, and South Korea's KOSPI retreated 0.5 percent.

China's bluechip CSI 300 index was down 0.6 percent and the Shanghai Composite lost 0.2 percent. Hong Kong's Hang Seng finished flat.

Euro Zone – Strength among commodity firms and banking stocks as well as a string of solid updates boosted European shares on Tuesday.

Earnings season remains front and centre for equities investors though the focus will also be on the two-day U.S. Federal Reserve meeting which gets under way later in the day.

Expectations are for the Fed to wait for the fourth quarter before raising rates, as U.S. economic data have been weaker than expected.

The pan-European STOXX 600 index rose 0.4 percent, holding onto gains seen earlier in the session, as Wall Street opened higher and a key gauge of expected volatility plunged to its lowest in more than 23 years.

Yet some investors expressed a note of caution.

"We're at that difficult junction in the middle of the year where we've rallied, we've done well, (we're) starting to accept that central banks are normalising more, but we haven't actually seen much more," said Mike van Dulken, head of research at Accendo Markets. "So are people starting to question the macro environment a bit more than they were?"

Corporate results season gathered steam with British business media group Informa and Dutch staffing firm Randstad up 2.7 and 4.9 percent respectively after well-received first-half updates.

Among outperforming banks, Raiffeisen was a standout gainer, up 6.8 percent, after second-quarter profit roughly tripled to 365 million euros (\$425.41 million), helped by reductions in bad debt provisions.

Miner Antofagasta was the biggest gainer on the STOXX as the sector was buoyed by a surge in copper prices.

Europe's tech sector saw iPhone supplier AMS and mobile speaker maker Logitech rise in initial deals after both firms raised their outlook.

Both stocks however reversed course as tech stocks in the United States lost ground following Google parent Alphabet's warning that expenses would remain high as more searches shift to mobile devices.

"There's some truth about general fear in tech after the slight Google disappointment on traffic acquisition costs being higher, and the strong performance and generally positive positioning of investors to the sector," said Martin Moeller, head of global equity at Union Bancaire Privée, which holds AMS.

Updates weighed on paper maker UPM, Cembra Money Bank and Domino's Pizza, which all fell between 1.6 percent to 7.4 percent.

While it is still early days for the European second quarter earnings season as only 20 percent of firms have given updates, more than half of those firms have beaten analysts' expectations, according to Thomson Reuters data.

The Paris-listed shares of TechnipFMC fell 1.8 percent after the oil services firm said that it had overstated its first-quarter earnings.

European deal-making also rolled on with U.S. retailer Michael Kors agreeing to buy luxury shoemaker Jimmy Choo for \$1.2 billion. That sent Jimmy Choo shares up 17 percent to an all-time high.

U.S. & Global Markets – A set of strong U.S. earnings reports lifted the S&P 500 stock index to a record closing high on Tuesday, while oil prices rallied on Saudi Arabia's pledge to cut exports in August and copper hit a two-year high.

The dollar edged up after hitting its lowest level since June 2016 as the Federal Reserve began a two-day policy meeting.

The Fed was expected to discuss its monetary policy stance and the timing of a long-awaited balance sheet reduction, a plan seen as likely to be detailed in September. No change to U.S. interest rates was expected. There is a growing sense that the Fed will want to tread carefully amid signs of subdued U.S. inflation, and markets were reflecting that. Investors also are watching developments in Washington, where the U.S. Senate voted to begin formal debate of healthcare legislation that would repeal major elements of Obamacare and possibly replace it with a less costly program.

There has been widespread concern that a failure to pass healthcare legislation reflects discord that will make budget negotiations acrimonious, raising the risk that debt payments due in October may be delayed as the United States bumps up against the debt ceiling.

"Right now, it's kind of risk on. There's been a certain amount of pullback based on concerns about politics and earnings growth. With politics, arguably the worst has happened with healthcare. There's only the possibility of a pleasant surprise now," said Brad McMillan, chief investment officer for Commonwealth Financial in Waltham, Massachusetts.

"We've seen earnings come, in aggregate, well above what was expected. So basically the corporate fundamentals are ratifying what the market has been saying all along," McMillan said.

In the U.S. stock market, volatility was muted with the CBOE Volatility Index, Wall Street's fear gauge, at a more than 23-year low.

Upbeat results from Caterpillar Inc and McDonald's Corp boosted stocks, along with gains in bank shares.

The Nasdaq also hit a record high close, even though shares of Google parent Alphabet Inc slid 2.9 percent after the company late on Monday flagged rising costs.

The Dow Jones Industrial Average was up 100.26 points, or 0.47 percent, to 21,613.43, the S&P 500 gained 7.17 points, or 0.29 percent, to 2,477.08 and the Nasdaq Composite added 1.37 points, or 0.02 percent, to 6,412.17.

MSCI's index of stock markets across the world was up 0.2 percent, while European shares rose 0.5 percent.

The dollar index, which measures the greenback against a basket of currencies, was last up 0.2 percent. It earlier hit its lowest level since June 2016 at 93.638.

The euro rose to its highest since August 2015 and was just below a 2-1/2-year peak, boosted by a stronger-than-expected German business survey. The euro was last up 0.1 percent at \$1.1647.

U.S. Treasury yields rose as stocks hit record highs, reducing demand for safe-haven bonds.

Benchmark 10-year notes dropped 20/32 in price to yield 2.33 percent, up from 2.25 percent on Monday.

[\(Source Reuters – @ErwinRiset - @her1en\)](#)

GLOBAL ECONOMIES

China – China's central bank said on Tuesday that it would strictly regulate financial trading and strengthen the regulation of internet finance as policymakers look to control risks in what regulators have called "chaotic" financial markets.

China will step up coordinated supervision over its systemically important financial institutions and financial infrastructure, the People's Bank of China said in a statement on its website.

The statement followed an internal meeting at the central bank led by Governor Zhou Xiaochuan.

Chinese President Xi Jinping said last week that the central bank will take on a bigger role in supervising the financial sector, though few details on the functioning of a new financial stability committee are known.

Analysts have interpreted statements on the need to clean up the financial sector as a sign that monetary policy tightening will continue.

However, the central bank on Tuesday reiterated that it will maintain appropriate credit growth and keep liquidity basically stable, while lowering financing costs to the "real economy".

The bank also said that it would steadily push ahead its plan to further internationalise China's currency, while keeping the yuan exchange rate "basically stable at a reasonable level".

Japan – The two new members of the Bank of Japan's policy board said on Tuesday that the central bank should continue efforts to achieve its 2 percent inflation goal and it was premature to debate an exit from its massive monetary stimulus.

Goushi Kataoka, a 44-year-old former economist at Mitsubishi UFJ Research and Consulting and an advocate of massive money printing, said he wants to see the price goal achieved quickly although he cannot say when that can be.

The other new board member, Hitoshi Suzuki, a 63-year-old former deputy president of Bank of Tokyo-Mitsubishi UFJ, who is well-versed with financial markets, said it was "dangerous" to markets to debate an exit from the stimulus now.

"There's a considerable distance from the 2 percent target. From my own experience of dealing with markets for 20 years, starting a debate on exit now would be dangerous to markets," Suzuki told a joint news conference.

He added that the price target was a high goal but he wants to achieve it by any means.

In May, Japan's Parliament approved the two government nominees for the nine-member BOJ board. They replaced Takahide Kiuchi and Takehiro Sato, whose five-year terms ended on July 23.

"It was no surprise the two (newcomers) sounded supportive of the current policy given that they were picked by Prime Minister (Shinzo) Abe's government," said Naomi Muguruma, senior market economist at Mitsubishi UFJ Morgan Stanley.

"The BOJ board is on course for a unanimous vote for the time being as long as the current policy continues. But the unity will be put to the test when the time comes to shift policy in either direction."

Euro Zone – The European Central Bank should maintain a "firmly accommodative" monetary policy for an "extended period", the International Monetary Fund said on Tuesday, as it forecast inflation remaining below target.

As the ECB prepares for a decision in autumn on whether to claw back its stimulus programme, the IMF said calls for an exit from easy-money policy were "premature" because consumer prices were not increasing enough.

In its annual report on the euro zone, the IMF estimated euro zone inflation will reach 1.6 percent this year before slowing to 1.5 percent in 2018, below the ECB target of below but close to 2 percent.

The forecasts were actually stronger than the ECB's latest one, released in June, which predicted the bloc's inflation rate at 1.5 percent this year and 1.3 percent in 2018.

"The costs of a long period of inflation undershooting continue to exceed those of a temporary overshoot," the IMF said.

"The calls from some quarters for an exit from monetary accommodation are therefore premature," it added. Germany has been the biggest critic of ECB's 2.3 trillion euro (\$2.7 trillion) money-printing programme.

To help a sustained recovery of inflation, the IMF encouraged Germany and other euro zone's countries with high growth to push for "robust" wage and price rises, even if this could bring domestic inflation beyond the 2 percent limit for a limited period.

Germany, the bloc's largest economy, should also increase public investments, a move that could stimulate growth and structural reforms in weaker euro zone's countries, such as Italy, it said.

At the same time, Italy and other high-debt countries should take advantage of the recovery to carry out reforms and build buffers against future shocks, the IMF recommended.

The IMF upgraded on Monday its output growth projections for the euro zone to 1.9 percent this year, and to 1.7 percent in 2018.

UK – British factories increased output at the fastest rate since the mid-1990s over the past three months, according to a survey published on Tuesday that suggested manufacturing might help to support the economy as it slows during 2017.

Manufacturing accounts for about one-tenth of Britain's economic output.

The Confederation of British Industry's quarterly balance for manufacturing rose to +31 in the three months to July, the highest reading since January 1995 and up from +22 in the three months to April. In July alone, however, new orders slowed slightly more than expected, to +10 from +16 in June.

The picture on exports was mixed too, adding to signs that the pound's sharp fall since last year's Brexit vote has yet to trigger a deluge of orders from abroad.

Export orders slowed in the three months to July, but manufacturers' optimism about exports over the coming three months rose to the highest in 40 years, the CBI said.

The Bank of England is focusing closely on gauges of exports and investment by businesses ahead of next week's interest rate decision.

BoE policymakers are hopeful that companies will help offset the cautious mood among consumers, who have been hurt by a sharp rise in inflation stemming largely from the fall in sterling. But most economists expect the BoE will keep rates on hold until 2019 as the country exits the EU.

Economists said Tuesday's figures from the CBI looked upbeat but warned that improvements in the survey have yet to be borne out by official data.

Other surveys, like the Markit/CIPS PMI, have shown a slightly less positive picture for British manufacturing output and exports.

JPMorgan economist Allan Monks said it was possible that the manufacturing sector will make a strong contribution to the overall economy in the third quarter, if the surveys are right.

"But much will depend on how the consumer and services data -- which continue to look soft overall -- evolve this quarter," Monks said.

Britain is due to publish its first estimate for economic growth in the second quarter on Wednesday. Economists expect the economy expanded 0.3 percent compared with the first three months of the year, when it grew 0.2 percent.

U.S. – U.S. single-family home prices accelerated at a slower pace in April, falling short of forecasts, a survey showed on Tuesday.

The S&P CoreLogic Case-Shiller composite index of 20 metropolitan areas rose 5.7 percent in May on a year-over-year basis from a upwardly revised 5.8 percent increase in April.

May's result fell just short of the 5.8 percent increase forecast in a Reuters poll of economists.

David Blitzer, managing director and chairman of the index committee at S&P Dow Jones Indices, said the lean supply of homes was a key driver to the continued rise in prices. The inventory of existing homes for sale is around four months and new home construction remains subdued by historical standards.

Blitzer said the pace of gains varies significantly by market, which is unlike the pattern seen in the 2000-2006 housing bubble when rising prices were almost universal.

On a monthly basis, prices in the 20 cities rose 0.1 percent in May on a seasonally adjusted basis, the survey showed, short of expectations calling for a 0.3 percent increase.

On a non-seasonally adjusted basis, prices increased 0.8 percent from April. [\(Source Reuters, Research – @her1en\)](#)

WEEKLY ECONOMIC CALENDAR

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
Mon/24-Jul-17	07:30	JP	Nikkei Japan PMI Mfg	Jul P	52.2	--	52.4	
	12:00	JP	Supermarket Sales YoY	Jun	-1.2%	--	-1.8%	
	12:00	JP	Leading Index CI	May F	104.6	--	104.7	
	12:00	JP	Coincident Index	May F	115.8	--	115.5	
	14:30	DE	Markit/BME Germany Manufacturing PMI	Jul P	58.3	59.2	59.6	
	14:30	DE	Markit Germany Services PMI	Jul P	53.5	54.3	54	
	14:30	DE	Markit/BME Germany Composite PMI	Jul P	55.1	56.3	56.4	
	15:00	EZ	Markit Eurozone Manufacturing PMI	Jul P	65.8	57.2	57.4	
	15:00	EZ	Markit Eurozone Services PMI	Jul P	55.4	55.5	55.4	
	15:00	EZ	Markit Eurozone Composite PMI	Jul P	55.8	56.2	56.3	
	20:00	CN	Conference Board China June Leading Economic Index					
	20:45	US	Markit US Manufacturing PMI	Jul P	53.2	52.0	52	
	20:45	US	Markit US Services PMI	Jul P	54.2	54.3	54.2	
	20:45	US	Markit US Composite PMI	Jul P	54.2	--	53	
	21:00	US	Existing Home Sales	Jun	5.52m	5.57m	5.62m	
	21:00	US	Existing Home Sales MoM	Jun	-1.8%	-1.0%	1.1%	

	23:00	EZ	ECB's Frank Smets Speaks in Munich					
Tue/25-Jul-17	04:00	KR	Consumer Confidence	Jul	111.2	--	111.1	
	06:30	AU	ANZ Roy Morgan Weekly Consumer Confidence Index	Jul-23	115.1	--	112.5	
	06:50	JP	BOJ Minutes of June 15-16 Meeting					
	15:00	DE	IFO Business Climate	Jul	116.0	114.9	115.1	115.2
	15:00	DE	IFO Expectations	Jul	107.3	106.5	106.8	
	15:00	DE	IFO Current Assessment	Jul	125.4	123.8	124.1	124.2
	17:00	GB	CBI Business Optimism	Jul	5	0	1	
	17:00	GB	CBI Trends Total Orders	Jul	10	12	16	
	17:00	GB	CBI Trends Selling Prices	Jul	9	20	23	
	20:00	US	FHFA House Price Index MoM	May	0.4%	0.5%	0.7%	0.6%
	20:00	US	S&P CoreLogic CS 20-City MoM SA	May	0.1%	0.3%	0.28%	-0.18%
	20:00	US	S&P CoreLogic CS 20-City YoY NSA	May	5.69%	5.8%	5.67%	5.77%
	20:00	US	S&P CoreLogic CS 20-City NSA Index	May	198.97	--	197.19	197.38
	20:00	US	S&P CoreLogic CS US HPI YoY NSA	May	5.58%	--	5.5%	5.65%
	20:00	US	S&P CoreLogic CS US HPI NSA Index	May	190.61	--	188.5	188.77
	21:00	US	Conf. Board Consumer Confidence	Jul	121.1	116.5	118.9	117.3
	21:00	US	Conf. Board Present Situation	Jul	147.8	--	146.3	143.9
	21:00	US	Conf. Board Expectations	Jul	103.3	--	100.6	99.6
	21:00	US	Richmond Fed Manufact. Index	Jul	14	7	7	11
Wed/26-Jul-17	05:45	NZ	Trade Balance NZD	Jun		100m	103m	
	05:45	NZ	Exports NZD	Jun		4.60b	4.95b	
	05:45	NZ	Imports NZD	Jun		4.39b	4.85b	
	05:45	NZ	Trade Balance 12 Mth YTD NZD	Jun		-3700m	-3754m	
	06:50	JP	PPI Services YoY	Jun		0.8%	0.7%	
	08:30	AU	CPI QoQ	2Q		0.4%	0.5%	
	08:30	AU	CPI YoY	2Q		2.2%	2.1%	
	08:30	AU	CPI Trimmed Mean QoQ	2Q		0.5%	0.5%	
	08:30	AU	CPI Trimmed Mean YoY	2Q		1.8%	1.9%	
	08:30	AU	CPI Weighted Median QoQ	2Q		0.5%	0.4%	
	08:30	AU	CPI Weighted Median YoY	2Q		1.7%	1.7%	
	08:30	JP	BOJ Nakaso speaks in Hiroshima					
	10:05	AU	RBA's Lowe Speech in Sydney					
	12:00	JP	Small Business Confidence	Jul		49.5	49.2	
	15:00	CH	Credit Suisse Survey Expectations	Jul		--	20.7	
	15:30	GB	GDP QoQ	2Q A		0.3%	0.2%	
	15:30	GB	GDP YoY	2Q A		1.7%	2.0%	
	15:30	GB	Index of Services MoM	May		0.1%	0.2%	
	15:30	GB	Index of Services 3M/3M	May		0.4%	0.2%	
	15:30	GB	BBA Mortgage Approvals	Jun		--	40.347k	
	21:00	US	New Home Sales	Jun		615k	610k	
	21:00	US	New Home Sales MoM	Jun		0.8%	2.9%	
	21:30	US	DOE U.S. Crude Oil Inventories	Jul-21		--	-4727k	
	21:30	US	DOE Cushing OK Crude Inventory	Jul-21		--	-23k	
	21:30	US	DOE U.S. Gasoline Inventories	Jul-21		--	-4445k	
	21:30	US	DOE U.S. Distillate Inventory	Jul-21		--	-2137k	
Thu/27-Jul-17	01:00	US	FOMC Rate Decision (Upper Bound)	Jul-26		1.25%	1.25%	
	01:00	US	FOMC Rate Decision (Lower Bound)	Jul-26		1.00%	1.00%	
	06:00	KR	GDP SA QoQ	2Q P		0.5%	1.1%	
	06:00	KR	GDP YoY	2Q P		2.6%	2.9%	
	08:30	CN	Industrial Profits YoY	Jun		--	16.7%	
	13:00	DE	GfK Consumer Confidence	Aug		10.6	10.6	
27-Jul - 03-Aug	N/A	DE	Retail Sales MoM	Jun		0.2%	0.5%	
27-Jul - 03-Aug	N/A	DE	Retail Sales YoY	Jun		2.4%	4.8%	
	15:30	HK	Exports YoY	Jun		8.0%	4.0%	
	15:30	HK	Imports YoY	Jun		6.0%	6.6%	
	15:30	HK	Trade Balance HKD	Jun		-42.2b	-35.6b	
	19:30	US	Durable Goods Orders	Jun P		3.0%	-0.8%	
	19:30	US	Initial Jobless Claims	Jul-22		241k	233k	

	19:30	US	Durables Ex Transportation	Jun P		0.4%	0.3%	
	19:30	US	Continuing Claims	Jul-15		1950k	1977k	
	19:30	US	Cap Goods Orders Nondef Ex Air	Jun P		0.4%	0.2%	
	19:30	US	Cap Goods Ship Nondef Ex Air	Jun P		--	0.1%	
	19:30	US	Advance Goods Trade Balance	Jun		-\$65.0b	-\$65.9b	
	19:30	US	Chicago Fed Nat Activity Index	Jun		--	-0.26	
	21:00	US	Fed nominee Quarles confirmation hearing at Senate Banking					
Fri/28-Jul-17	04:00	KR	Business Survey Manufacturing	Aug		--	80	
	04:00	KR	Business Survey Non-Manufacturing	Aug		--	76	
	06:00	KR	Industrial Production SA MoM	Jun		1.9%	0.2%	
	06:00	KR	Industrial Production YoY	Jun		1.2%	0.1%	
	06:01	GB	GfK Consumer Confidence	Jul		-11	-10	
	06:30	JP	Jobless Rate	Jun		3.0%	3.1%	
	06:30	JP	Job-To-Applicant Ratio	Jun		1.5	1.49	
	06:30	JP	Overall Household Spending YoY	Jun		0.5%	-0.1%	
	06:30	JP	Natl CPI YoY	Jun		0.4%	0.4%	
	06:30	JP	Natl CPI Ex Fresh Food YoY	Jun		0.4%	0.4%	
	06:30	JP	Natl CPI Ex Fresh Food, Energy YoY	Jun		-0.1%	0.0%	
	06:30	JP	Tokyo CPI YoY	Jul		0.1%	0.0%	
	06:30	JP	Tokyo CPI Ex-Fresh Food YoY	Jul		0.1%	0.0%	
	06:30	JP	Tokyo CPI Ex-Fresh Food, Energy YoY	Jul		-0.1%	-0.2%	
	06:30	JP	Japan Jun CPI					
	06:50	JP	BOJ Summary of Opinions at July 19-20 Meeting					
	06:50	JP	Retail Sales MoM	Jun		0.4%	-1.6%	
	06:50	JP	Retail Trade YoY	Jun		2.3%	2.0%	
	06:50	JP	BOJ Summary of Opinions at July 19-20 Meeting					
	08:30	AU	PPI QoQ	2Q		--	0.5%	
	08:30	AU	PPI YoY	2Q		--	1.3%	
	14:00	CH	KOF Leading Indicator	Jul		106.0	105.5	
	16:00	EZ	Economic Confidence	Jul		110.8	111.1	
	16:00	EZ	Business Climate Indicator	Jul		1.12	1.15	
	16:00	EZ	Industrial Confidence	Jul		4.3	4.5	
	16:00	EZ	Services Confidence	Jul		13.3	13.4	
	16:00	EZ	Consumer Confidence	Jul F		-1.7	-1.7	
	19:00	DE	CPI MoM	Jul P		0.2%	0.2%	
	19:00	DE	CPI YoY	Jul P		1.6%	1.6%	
	19:00	DE	CPI EU Harmonized MoM	Jul P		0.2%	0.2%	
	19:00	DE	CPI EU Harmonized YoY	Jul P		1.3%	1.5%	
	19:30	CA	GDP MoM	May		--	0.2%	
	19:30	CA	GDP YoY	May		--	3.3%	
	19:30	US	Revisions: GDP data from 2014-16; reference year remains 2009					
	19:30	US	GDP Annualized QoQ	2Q A		2.6%	1.4%	
	19:30	US	Personal Consumption	2Q A		2.9%	1.1%	
	19:30	US	GDP Price Index	2Q A		1.5%	1.9%	
	19:30	US	Core PCE QoQ	2Q A		--	2.0%	
	19:30	US	Employment Cost Index	2Q		0.6%	0.8%	
	21:00	US	U. of Mich. Sentiment	Jul F		93.1	93.1	
	21:00	US	U. of Mich. Current Conditions	Jul F		112.9	113.2	
	21:00	US	U. of Mich. Expectations	Jul F		80.4	80.2	
	21:00	US	U. of Mich. 1 Yr Inflation	Jul F		--	2.7%	
	21:00	US	U. of Mich. 5-10 Yr Inflation	Jul F		--	2.6%	
Sat/29-Jul-17	00:00	US	Baker Hughes U.S. Rig Count	Jul-28		--	950	
	00:00	US	Baker Hughes U.S. Rotary Gas Rigs	Jul-28				
	00:00	US	Baker Hughes U.S. Rotary Oil Rigs	Jul-28				
	00:20	US	Fed's Kashkari Speaks at Townhall Event					

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

ASIAN STOCK INDICATORS – *Daily Outlook*

Japan's Nikkei share average edged down on Tuesday in choppy trade as investors braced for the outcome of the U.S. Federal Reserve's policy meeting which begins later in the day.

The Nikkei ended 0.1 percent lower at 19,955.20 after trading in positive territory.

Traders were also concerned that the long-term rising trend in the broader Topix may run out of steam. It dropped 0.3 percent to 1,617.07, falling below its 25-day moving average on a closing basis for the first time in three months.

"The equity market is on hold at the moment, waiting for the Federal Open Market Committee (FOMC) outcome. The key is which direction currencies take in response to the Fed," said Mitsushige Akino, chief fund manager at Ichiyoshi Asset Management.

"There won't be a post-meeting press conference this time and a concern is the Fed coming through as too subdued. That could trigger a yen surge and in turn push down the Nikkei towards 19,500."

Japanese Prime Minister Shinzo Abe's flagging support ratings also continued to cap equities, although this was a factor that will likely take months to play out, Akino added.

Tech shares rose in tandem with their U.S. counterparts.

Tokyo Electron rose 1.1 percent and Advantest Corp soared 2.4 percent.

Drugmaker Mitsubishi Tanabe Pharma Corp was up 1.4 percent following news that it has agreed to purchase Israel's Neuroderm for \$1.1 billion as part of a strategy to expand its U.S. business.

Fellow drugmaker Shionogi & Co Ltd climbed 1.7 percent after the company announced that it would submit a new influenza drug application to regulators later in the financial year following positive results in trials.

Mobile carrier NTT Docomo lost 1.5 percent after the Nikkei business daily reported that its April-June group operating profit likely sank nearly 10 percent on year because of competition from budget carriers.

South Korean shares snapped eight straight days of gains on Tuesday, as offshore investors took profit by selling domestic stocks throughout the session.

The Korea Composite Stock Price Index (KOSPI) closed down 0.5 percent at 2,439.90 points.

Foreign investors offloaded a net 342.2 billion won (\$306.80 million) worth of KOSPI shares for the day.

The South Korean won paused after ending at four-month highs the previous session, as the greenback strengthened ahead of the Federal Reserve's two-day policy meeting at which it could signal its readiness to begin reducing its bond portfolio in September.

The won was quoted at 1,115.3 to the dollar at the conclusion of onshore trade, down 0.1 percent compared with Monday's close of 1,114.0.

Hong Kong shares finished flat on Tuesday as gains in technology shares were outweighed by declines concentrated in energy and industrial stocks, which buckled under profit-taking pressure.

The benchmark Hang Seng index ended up 0.02 percent at 26,852 points. It ended up 0.5 percent at a two-year high on Monday.

The Hang Seng China Enterprises Index, that tracks the performance of China companies listed in Hong Kong, was down 0.35 percent at 10,782.74.

"The market is still good but what we see is with too much short-term setup it still may be facing some profit-taking pressure," said Linus Yip, chief strategist at First Shanghai Securities.

Sinopec's 1.2 percent slide was the biggest drag on the HSI and the energy sector.

The oil and gas explorer and refiner reported a 5 percent decline in its half-year crude oil production last week.

China Mobile's 0.6 percent fall weighed on telecom shares.

China's major stock indexes retreated on Tuesday, led lower by resource firms after their recent strong rally, even as a fresh pledge by Beijing to prevent 'systemic' financial risks reignited fears of tighter regulations.

The blue-chip CSI300 index fell 0.6 percent, to 3,719.56 points, while the Shanghai Composite Index lost 0.2 percent to 3,243.69 points.

Most sectors sank, led by real estate and material shares, which had rallied strongly since June on expectations of robust mid-year earnings growth amid an industry recovery and a weaker dollar.

China's Politburo, the Communist Party's top decision-making body, said Beijing will implement a "proactive" fiscal policy and "prudent" monetary policy in the second half of the year, Xinhua reported on Monday.

China will also strengthen coordination of financial regulation, stabilise the property market and prevent systemic financial risks, according to a statement following the meeting chaired by President Xi Jinping.

Regulators issued a flurry of measures earlier in the year to crack down on riskier forms of financing, but paused recently to review if they were affecting economic growth.

After second-quarter growth exceeded expectations, many analysts expect the government has room to keep those administrative measures in place for at least the rest of the year, with a possibility of more targeted action if risks appear to flare again.

China's economy is likely to grow at an annual rate of around 6.7 percent in the second half of 2017, slowing slightly from the first half of the year, the State Information Center (SIC) said on Tuesday.

China's mutual fund managers remained overweight on industry heavyweights in the second quarter, Changjiang Securities wrote in a report, adding sector leaders are more attractive for their business performance and valuations.

The country's mutual funds stepped up their holdings in mainboard shares in the past three months, while cutting their exposure to start-ups to the lowest level since the fourth quarter of 2013, the brokerage wrote.

The trend tallied with a retreat from start-up companies, with the start-up board index ChiNext losing 14 percent so far this year, versus a gain of 12.4 percent in the blue-chip CSI300 index.

(Source Reuters, Research: @ErwinRiset)

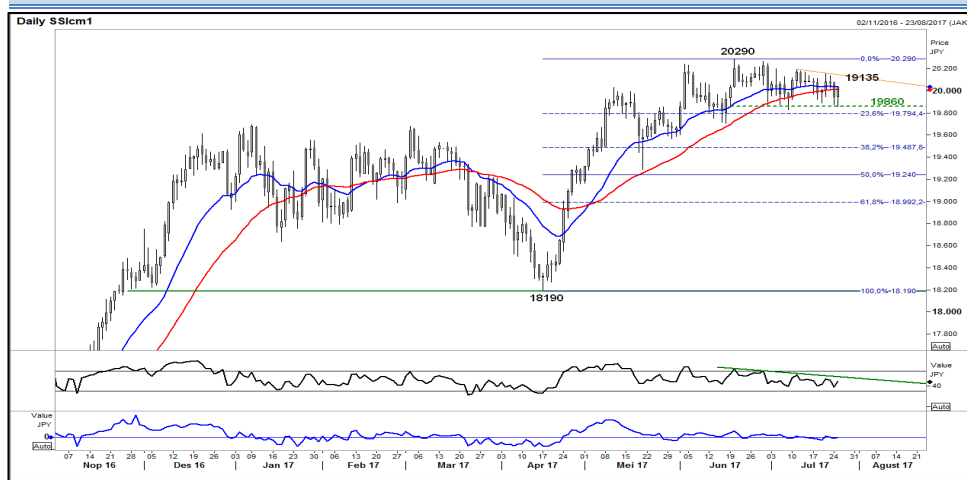
ASIA AND GLOBAL MARKET SPOT PRICE 2016

HIGH / LOW	.N225	.KS200	.HSI	.DJI	/.SPX	/.SSEC
RECORD HIGH	38915.87 (29/Dec/89)	309.32 (29/May/2017)	31958.41 (30/Oct/07)	21169.11 (01/Mar/2017)	2400.98 (01/Mar/2017)	6124.04400 (16/Oct./07)
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	20318.11 (20/June/2017)	322.16 (25/Jul/2017)	26889.70 (25/Jul/2017)	21681.53 (14/Jul/2017)	2481.24 (25/Jul/2017)	3295.18700 (07/Apr/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 – 25 July 2017

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	21613.43	↑ 100.26/ 0.47%	.N225	19955.20	↓ 20.47/0.10%
/.SPX	2477.13	↑ 7.22/ 0.29%	.KS200	320.15	↓ 1.86/0.58%
/.IXIC	6412.174	↑ 1.366/ 0.02%	.HSI	26852.05	↑ 5.22/0.02%
JPY=	111.88	↑ 0.79/ 0.71%	/.SSEC	3243.76570	↓ 6.83320/0.21%
KRW=	1119.01	↑ 4.61/ 0.41%	/CLc1 (Oil)	48.55	↑ 2.21/4.77%

SSIamU7 (Nikkei Sep Futures) – Last Trading Date: 11 Sep 2017



- Crucial support around 19860 is still effective to reduce pressure
- Be alert of a limited rebound with trendline resistance around 20135
- Short-term support at 19705
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
25 July SSIpmU7	19925	20085	19920	162	20065	---	↑ 135	0.68	21148
25 July SSIamU7	19960	20015	19910	105	19930	19930	↓ 15	0.08	31975
24 July SSIpmU7	19950	19960	19860	100	19945	---	UNCH	UNCH	18991
24 July SSIamU7	19955	19980	19875	105	19945	19945	↓ 120	0.60	48763
21 July SSIpmU7	20070	20080	19950	130	19960	---	↓ 105	0.52	21971
21 July SSIamU7	20060	20110	20055	55	20065	20065	↓ 20	0.10	29747
20 July SSIpmU7	20080	20140	20025	115	20065	---	↓ 20	0.10	21621
20 July SSIamU7	20025	20155	20010	145	20085	20085	↑ 80	0.40	48716
19 July SSIpmU7	20010	20030	19950	80	20030	---	↑ 25	0.12	11726
19 July SSIamU7	20000	20015	19935	80	20005	20005	↑ 25	0.13	34032

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
20085	19860	20200	19830	20290	19660	20290	18190
(25/Jul)	(24/Jul)	(03/Jul)	(07/Jul)	(20/Jun)	(01/Jun)	(20/Jun)	(17/Apr)

ANALYSIS & RECOMMENDATION

RESISTANCE	20290	High 20/Jun/2017 (Peak)
	20250	Peak level (hourly)
	20200	Reaction high (hourly)
	20155	Reaction high (hourly)
SUPPORT	19830	Reaction low (hourly)
	19705	Low 16/Jun/2017 (Reaction low)
	19565	Low 30/May/2017 (Reaction low)
	19285	Low 19/May/2017 (Reaction low)
RECOMMENDATION	BUY	----
	SELL	20100
	STOP LOSS	20175
	TARGET	19960 19890

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



- Reversal developed after recorded highs this year at 322.75 and was supported by a doji star pattern
- Correction is facing crucial support around 320.30
- The important support is at 318.40
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
25 July	322.55	322.75	320.70	2.05	321.00	321.00	↓ 1.60	0.50	139018
24 July	322.55	322.65	321.65	1.00	322.60	322.60	↑ 0.15	0.05	98286
21 July	320.70	322.65	320.70	1.95	322.45	322.45	↑ 1.50	0.47	153155
20 July	320.55	321.55	319.55	2.00	320.95	320.95	↑ 0.90	0.28	122473
19 July	319.80	320.05	318.40	1.65	320.05	320.05	↑ 0.65	0.20	145202
18 July	319.15	319.40	318.45	0.95	319.40	319.40	↑ 0.55	0.17	113234

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
322.75 (25/Jul)	320.70 (25/Jul)	322.75 (25/Jul)	310.35 (05/Jul)	314.60 (29/Jun)	303.15 (01/Jun)	322.75 (25/Jul)	259.25 (02/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	325.80	Trendline resistance
	324.55	61.8% Fib. Projection
	323.38	50% Fib. Projection
	322.75	High 25/Jul/2017 (Peak)
SUPPORT	320.70	Low 21/Jul/2017
	319.55	Low 20/Jul/2017
	318.40	Low 19/Jul/2017 (Reaction low)
	317.35	Reaction low (hourly)
RECOMMENDATION	BUY	----
	SELL	321.50
	STOP LOSS	322.80
	TARGET	320.35 319.75

HSIN7 (Hang Seng July Futures) – Exp. Date: 28 July 2017



- Rally continues to approach the psychological level at 27000 after recording an intraday high at 26956 (daily chart)
 - However be aware that RSI was overbought
 - Beware of a limited reversal as long as the support area around 26660 remains intact
- [\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
25 July	26834	26888	26811	77	26881	26881	↑ 3	0.01	128974
24 July	26723	26904	26698	206	26878	26878	↑ 104	0.39	109178
21 July	26751	26782	26672	110	26774	26774	↑ 27	0.10	88081
20 July	26742	26776	26658	118	26747	26747	↑ 73	0.27	82752
19 July	26550	26708	26522	186	26674	26674	↑ 111	0.42	95264
18 July	26488	26563	26415	148	26563	26563	↑ 63	0.24	88785
17 July	26609	26643	26391	252	26500	26500	↑ 110	0.42	111143

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
26904	26698	26904	25110	25952	25403	26904	21863
(24/Jul)	(24/Jul)	(24/Jul)	(05/Jul)	(09/Jun)	(15/Jun)	(24/Jul)	(03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	27660	High 04/Jun/2015 (Reaction high)
	27468	High 05/Jun/2015
	27371	High 25/Jun/2015 (Peak)
	27158	High 26/Jun/2015
SUPPORT	26811	Reaction low (hourly)
	26661	Reaction low (hourly)
	26415	Reaction low (hourly)
	26283	Reaction low (hourly)
RECOMMENDATION	BUY	26860
	SELL	----
	STOP LOSS	26780
	TARGET	27050
		27140

CURRENCIES – *Daily Outlook*

Dollar little changed after hitting 13-month low as Fed begins meeting - Reuters News



The dollar edged up on Tuesday after falling to a 13-month low against a basket of major currencies as investors gained hope U.S. President Donald Trump could push through his expansionary fiscal agenda but remained wary of the short-term U.S. economic outlook.

The euro rose to its highest since August 2015 and was just a hair below a 2-1/2-year high, boosted by a stronger-than-expected German business survey. The Ifo business sentiment index reached a record high, showing that Germans were "euphoric" about the country's business climate.

The dollar regained some ground against the euro and other major currencies as U.S. Treasury yields rose along with U.S. equities in afternoon North American trading, reducing demand for safe-haven bonds.

The dollar further rebounded as the U.S. Senate passed a motion to proceed on a repeal of the 2010 Affordable Care Act, which Trump and Republicans have vowed to undo.

Uncertainty about the healthcare vote, as well as an investigation into Russia's meddling in the 2016 U.S. election and its possible collusion with the Trump campaign, has cast a cloud over the Republican president's pledges to cut taxes and ramp up spending, analysts said, weakening expectations for U.S. growth and inflation.

The market had also started to get a "little complacent" ahead of an announcement from the Federal Reserve following the conclusion of a two-day policy meeting on Wednesday, said Scotia Capital currency strategist Shaun Osborne.

"With the Fed on the horizon it seemed prudent of the markets to cover some of the dollar shorts," he said. The Fed began its meeting Tuesday with no change to interest rates expected. However, investors will be looking for the U.S. central bank's outlook on trimming its \$4.5 trillion in bond holdings, said Eric Nelson, currency strategist at Wells Fargo.

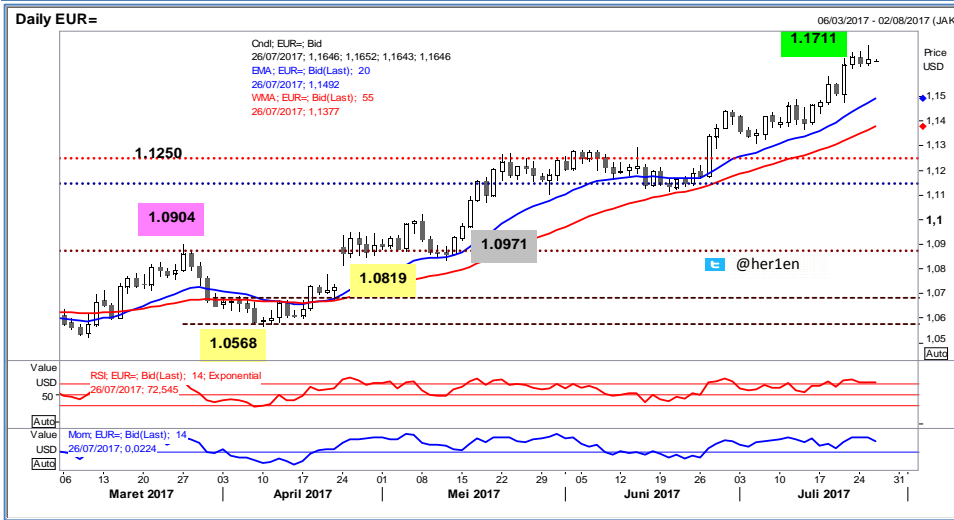
The dollar index had fallen to its lowest since June 2016, to 93.638. It has fallen nearly 4 percent over the last month and more than 8 percent this year. It was last up 0.15 percent at 94.095.

The euro had risen more than half a percent to \$1.1711, matching its high from Aug. 24, 2015, and just below its highest since January 2015. That represented an important technical level, Nelson said.

The euro was last up 0.1 percent at \$1.1647. The dollar rose 0.7 percent against the Japanese yen to 111.86 yen. [\(Source Reuters, Research – @her1en\)](#)

EUR/USD

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



- Primary support at the 1.1380 level
- Daily RSI flat, entering the overbought area
- Strong resistance at 1.1800 ([Research - @her1en](#))

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	1.16359	1.17110	1.16297	81,3	1.16457	↑ 3,3	1.16424
July 24	1.16717	1.16832	1.16247	58,5	1.16424	↓ 34,2	1.16766
July 21	1.16317	1.16816	1.16181	63,5	1.16766	↑ 48,5	1.16281
July 20	1.15163	1.16568	1.14780	178,8	1.16281	↑ 116,2	1.15119
July 19	1.15527	1.15543	1.15087	45,6	1.15119	↓ 42,1	1.15540

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.17110 (25/Jul)	1.16247 (24/Jul)	1.17110 (25/Jul)	1.13112 (05/Jul)	1.14443 (29/Jun)	1.11177 (20/Jun)	1.17110 (25/Jul)	1.0342 (03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	1.1968	High Jan 06, 2015
	1.1870	High Jan 12, 2015
	1.1793	High Jan 15, 2015
	1.1711	High Jul 25
SUPPORT	1.1618	Low Jul 21
	1.1477	Low Jul 19
	1.1378	Low 07/Jul/2017
	1.1311	Low 05/Jul/2017 (Reaction low)
RECOMMENDATION	BUY	1.1630
	SELL	-----
	STOP LOSS	1.1555
	TARGET	1.1710 1.1740

USD/JPY

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



- Rebound develops after the support area at 110.60 remains intact
- Rebound faces the resistance area at 112.41
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	111.164	111.947	110.817	113,0	111.877	↑ 79,8	111.079
July 24	111.109	111.307	110.610	69,7	111.079	↑ 4,6	111.033
July 21	111.832	112.067	111.000	106,7	111.033	↓ 90,8	111.941
July 20	111.875	112.405	111.468	93,7	111.941	↑ 2,5	111.916
July 19	112.044	112.220	111.543	67,7	111.916	↓ 12,3	112.039

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
111.947 (25/Jul)	110.610 (24/Jul)	114.482 (11/Jul)	110.610 (24/Jul)	112.914 (29/Jun)	108.802 (14/Jun)	118.60 (03/Jan)	108.14 (17/Apr)

ANALYSIS & RECOMMENDATION

RESISTANCE	113.57	High 14/Jul/2017 (Reaction high)
	112.86	High 17/Jul/2017
	112.41	High 20/Jul/2017 (Reaction high)
	112.07	High 21/Jul/2017
SUPPORT	110.60	Low 24/Jul/2017
	109.25	Low 15/Jun/2017
	108.81	Low 14/Jun/2017 (Bottom)
	108.11	Low 17/Apr/2017 (Bottom)
RECOMMENDATION	BUY	111.50
	SELL	----
	STOP LOSS	110.50
	TARGET	112.30 112.65

GBP/USD

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



- Rebound continues although still quite limited, facing the peak level at 1.3125
- Consider the trendline support around 1.2950. If it breaks, then potentially triggers a reversal
- Support area at 1.2808 - 1.2760
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	1.30240	1.30827	1.30067	76,0	1.30248	↓ 1,4	1.30262
July 24	1.29987	1.30567	1.29871	69,6	1.30262	↑ 21,9	1.30043
July 21	1.29727	1.30187	1.29522	66,5	1.30043	↑ 36,4	1.29679
July 20	1.30233	1.30313	1.29318	99,5	1.29679	↓ 52,0	1.30199
July 19	1.30402	1.30515	1.30094	42,1	1.30199	↓ 18,0	1.30379

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.30827 (25/Jul)	1.29871 (24/Jul)	1.31247 (18/Jul)	1.28106 (12/Jul)	1.30289 (30/Jun)	1.25878 (21/Jun)	1.31247 (18/Jul)	1.1986 (16/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	1.3445	High 06/Sep/2016 (Peak)
	1.3346	High 12/Sep/2016 (Reaction high)
	1.3278	High 15/Sep/2016 (Reaction high)
	1.3125	High 18/Jul/2017 (Peak)
SUPPORT	1.2930	Low 20/Jul/2017 (Reaction low)
	1.2875	Low 13/Jul/2017
	1.2790	Low 28/Jun/2017
	1.2714	Low 27/Jun/2017
RECOMMENDATION	BUY	1.3015
	SELL	----
	STOP LOSS	1.2925
	TARGET	1.3100 1.3150

USD/CHF

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



- Rebound continues, facing important resistance around 0.9600
- RSI rises from the oversold zone
- Consider the trendline resistance area around 0.9655
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	0.94689	0.95243	0.94543	70,0	0.95230	↑ 59,0	0.94640
July 24	0.94505	0.94741	0.94442	29,9	0.94640	↑ 24,0	0.94400
July 21	0.95090	0.95217	0.94372	84,5	0.94400	↓ 71,6	0.95116
July 20	0.95500	0.96203	0.94923	128,0	0.95116	↓ 43,5	0.95551
July 19	0.95476	0.95595	0.95279	31,6	0.95551	↑ 6,4	0.95487

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.95243 (25/Jul)	0.94442 (24/Jul)	0.96994 (14/Jul)	0.94372 (21/Jul)	0.97694 (15/Jun)	0.95514 (30/Jun)	1.0335 (03/Jan)	0.94372 (21/Jul)

ANALYSIS & RECOMMENDATION

RESISTANCE	0.9770	High 15/Jun/2017 (Reaction high)
	0.9700	High 14/Jul/2017 (Reaction high)
	0.9634	High 18/Jul/2017
	0.9522	High 21/Jul/2017
SUPPORT	0.9436	Low 21/Jul/2017
	0.9379	Low 26/Aug/2015
	0.9295	Low 25/Aug/2015
	0.9241	Low 29/Jun/2015 (Reaction low)
RECOMMENDATION	BUY	0.9490
	SELL	----
	STOP LOSS	0.9420
	TARGET	0.9555
		0.9590

AUD/USD

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



- Correction in daily
 - Trendline resistance around 0.8160
 - The support area around 0.7720 - 0.7630
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	0.79219	0.79691	0.79014	67,7	0.79352	↑ 12,8	0.79224
July 24	0.79137	0.79663	0.79023	64,0	0.79224	↑ 5,5	0.79169
July 21	0.79544	0.79568	0.78739	82,9	0.79169	↓ 38,8	0.79557
July 20	0.79514	0.79876	0.78962	91,4	0.79557	↑ 3,8	0.79519
July 19	0.79123	0.79578	0.79080	49,8	0.79519	↑ 36,5	0.79154

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.79691 (25/Jul)	0.79014 (25/Jul)	0.79876 (20/Jul)	0.75698 (05/Jul)	0.77111 (30/Jun)	0.73699 (01/Jun)	0.79876 (20/Jul)	0.7182 (03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	0.8295	High Jan 15, 2015
	0.8233	High Jan 21, 2015
	0.8162	High May 14, 2015
	0.8010	High May 19, 2015
SUPPORT	0.7873	Low July 21
	0.7783	Low July 18
	0.7721	Low July 14
	0.7630	Low July 12
ECOMMENDATION	BUY	0.7910
	SELL	-----
	STOP LOSS	0.7845
	TARGET	0.7980 0.8010

NZD/USD

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



- Daily break area trend channel movement
- With RSI down, beware it is still near the overbought area
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	0.74325	0.74498	0.74001	49,7	0.74162	↓ 21,0	0.74372
July 24	0.74533	0.74552	0.74207	34,5	0.74372	↓ 17,6	0.74548
July 21	0.73999	0.74571	0.73928	64,3	0.74548	↑ 56,0	0.73988
July 20	0.73552	0.74139	0.73327	81,2	0.73988	↑ 43,8	0.73550
July 19	0.73443	0.73866	0.73395	47,1	0.73550	↑ 6,9	0.73481

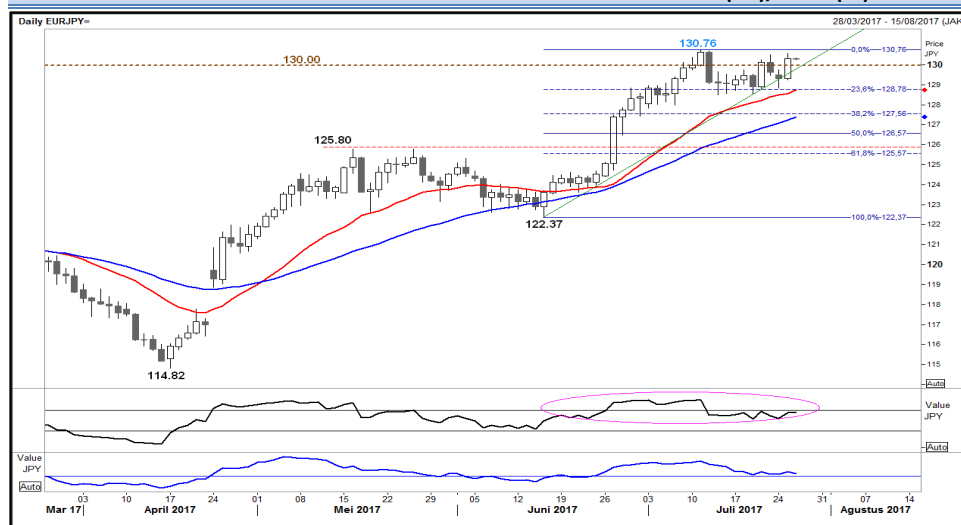
WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.74552 (24/Jul)	0.74001 (25/Jul)	0.74571 (21/Jul)	0.72005 (11/Jul)	0.73451 (30/Jun)	0.70572 (01/Jun)	0.74571 (21/Jul)	0.68166 (11/May)

ANALYSIS & RECOMMENDATION

RESISTANCE	0.7744	High Apr 29, 2015
	0.7627	High May 01, 2015
	0.7562	High May 14, 2015
	0.7485	High Sept 07, 2016
SUPPORT	0.7370	Trendline support
	0.7331	Low July 20
	0.7244	Low July 13
	0.7169	Low 12/Jun/2017 (Reaction low)
RECOMMENDATION	BUY	-----
	SELL	0.7435
	STOP LOSS	0.7495
	TARGET	0.7375 0.7345

EUR/JPY

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



- Rebound faces this year's peak at 130.76
 - Beware of RSI near the overbought zone
 - As for short-term resistance at 131.04
- [\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	129.349	130.557	129.227	133,0	130.305	↑ 96,4	129.341
July 24	129.679	129.713	128.841	87,2	129.341	↓ 30,6	129.647
July 21	130.082	130.478	129.471	100,7	129.647	↓ 47,3	130.120
July 20	128.845	130.238	128.754	148,4	130.120	↑ 128,4	128.836
July 19	129.455	129.515	128.549	96,6	128.836	↓ 64,2	129.478

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
130.557	128.841	130.739	127.971	128.802	122.371	130.739	114.87
(25/Jul)	(24/Jul)	(11/Jul)	(06/Jul)	(29/Jun)	(15/Jun)	(11/Jul)	(17/Apr)

ANALYSIS & RECOMMENDATION

RESISTANCE	132.25	High 29/Jan/2016 (Peak)
	131.65	High 04/Feb/2016 (Reaction high)
	131.04	High 05/Feb/2016
	130.76	High 11/Jul/2017 (Peak)
SUPPORT	129.23	Low 25/Jul/2017
	128.48	Low 13/Jul/2017 (Reaction low)
	127.97	Low 06/Jul/2017 (Reaction low)
	127.42	Low 30/Jun/2017 (Reaction low)
RECOMMENDATION	BUY	130.00
	SELL	----
	STOP LOSS	129.10
	TARGET	130.90 131.35

USD/CAD

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



- Rebound is still quite limited
 - Notice the Doji star and RSI pattern is very oversold, supports for rebound signal
 - However note also the crucial resistance at 1.2651 for a potential limited rebound if it remains intact
- [\(Research – @ErwinRiset\)](#)

WEEKLY OPEN	CURRENT PRICE
1.2536	1.2507

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.2551 (24/Jul)	1.2478 (25/Jul)	1.3014 (05/Jul)	1.2478 (25/Jul)	1.3546 (02/Jun)	1.2945 (30/Jun)	1.3793 (05/May)	1.2478 (25/Jul)

ANALYSIS & RECOMMENDATION		
RESISTANCE	1.2770	High 13/Jul/2017
	1.2701	High 18/Jul/2017 (Reaction high)
	1.2652	Reaction high (hourly)
	1.2608	Reaction high (hourly)
SUPPORT	1.2458	Low 03/May/2016 (Bottom)
	1.2358	Low 30/Jun/2015
	1.2302	Low 29/Jun/2015 (Reaction low)
	1.2273	Low 24/Jun/2015 (Reaction low)
RECOMMENDATION	BUY	1.2485
	SELL	----
	STOP LOSS	1.2410
	TARGET	1.2595 – 1.2640

Precious Metal – *Daily Outlook*

Gold loses luster, falls from 1-month high as Fed meets - Reuters News

Gold prices retreated from a one-month high on Tuesday as equities gained and the markets awaited clues about monetary policy from the U.S. Federal Reserve, which began its two-day meeting.

The market is not expecting an interest rate increase following the Fed's two-day meeting, but it is looking for hints on the timing and extent of future moves.

Spot gold was down 0.2 percent at \$1,251.90 an ounce by 1:50 p.m. EDT (1750 GMT), not far from the previous session's peak of \$1,258.79, its highest since June 23.

U.S. gold futures settled down 0.2 percent at \$1,252.10.

"The market is looking for clarity on the Fed's tightening cycle and when they are going to start with the tapering (of monetary stimulus)," said ETF Securities analyst Martin Arnold.

Taking the shine off gold slightly, investors climbed into European and U.S. equities after a string of solid corporate reports.

The U.S. dollar rebounded above a 13-month low against a basket of currencies.

Markets give a 48 percent probability of a U.S. interest rate increase before the end of the year, according to CME's Fedwatch tool.

U.S. single-family home prices accelerated at a slower pace in April, falling short of forecasts, while the S&P CoreLogic Case-Shiller composite index of 20 metropolitan areas rose 5.7 percent in May on a year-over-year basis.

"Today's Housing Price Index and S&P/Case-Shiller Home Price Indices came in lower than expectations. This indicates no inflation, which the Fed is eyeing," said Miguel Perez-Santalla, vice president of Heraeus Metal Management in New York.

"If there is no inflation, the Fed is likely to stay its hand at raising too soon, raising doubts."

Hurdles standing in the way of U.S. President Donald Trump's economic stimulus and tax reform agenda provided some support to bullion, keeping in near the prior session's one-month top.

"There is a dual-pronged attraction to gold at the moment, with low interest rates and investors looking at the metal as a hedge against U.S. political uncertainty," Arnold said.

Gold is often seen as an alternative investment during times of political and financial uncertainty.

In other precious metals, silver rose 0.6 percent to \$16.54 an ounce after hitting its highest since July 3 at \$16.64, holding just below the 50-day moving average at \$16.65.

Platinum rose 0.6 percent to \$930.60. In the previous session it touched \$940.40, its highest in more than five weeks. Palladium advanced 1 percent to \$856.80. [\(Source Reuters, Research – @her1en\)](#)



GOLD (XAU/USD)



- Daily RSI is flat, near the overbought area
- Daily correction
[\(Research - @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS	AM FIX	PM FIX
July 25	1254.840	1257.580	1248.980	8.60	1249.740	↓ 5.31	1255.050	1252.00	1254.40
July 24	1254.330	1258.680	1251.800	6.88	1255.050	↑ 0.01	1255.040	1255.85	1255.55
July 21	1244.280	1255.570	1243.220	12.35	1255.040	↑ 10.68	1244.360	1247.25	1248.55
July 20	1240.780	1247.350	1235.140	12.21	1244.360	↑ 3.37	1240.990	1236.55	1238.70
July 19	1242.730	1243.880	1235.770	8.11	1240.990	↓ 1.14	1242.130	1239.85	1242.15

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1258.680	1248.980	1258.680	1204.690	1295.910	1236.040	1295.910	1146.31
(24/Jul)	(25/Jul)	(24/Jul)	(10/Jul)	(06/Jun)	(26/Jun)	(06/Jun)	(03/Jan)

ANALYSIS & RECOMMENDATION

RESISTANCE	1308.00	Trendline resistance
	1295.97	Reaction high on 1-H chart (High June 06)
	1279.37	High June 14
	1266.54	High June 15
SUPPORT	1242.85	Low July 21
	1234.74	Low July 20
	1218.00	Trend channel support
	1214.55	Low July 14
RECOMMENDATION	BUY	-----
	SELL	1251.00
	STOP LOSS	1259.00
	TARGET	1240.00 1235.50

SILVER (XAG/USD)



- Short-term resistance around 17.10
 - Strong support at 15.40
 - Daily RSI is flat
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	16.458	16.604	16.231	0.37	16.475	↑ 0.01	16.461
July 24	16.478	16.575	16.407	0.17	16.461	↓ 0.02	16.482
July 21	16.306	16.496	16.287	0.21	16.482	↑ 0.17	16.311
July 20	16.255	16.403	16.122	0.28	16.311	↑ 0.05	16.262
July 19	16.282	16.348	16.139	0.21	16.262	↓ 0.01	16.272

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
16.604 (25/Jul)	16.231 (25/Jul)	16.626 (03/Jul)	14.334 (07/Jul)	17.730 (06/Jun)	16.252 (26/Jun)	18.63 (17/Apr)	14.334 (07/Jul)

ANALYSIS & RECOMMENDATION

RESISTANCE	17.75	High June 06
	17.31	High June 14
	17.08	High June 15
	16.64	High July 03
SUPPORT	16.10	Low July 20
	15.57	Low July 14
	15.42	Low July 11
	14.86	Low July 07
ECOMMENDATION	BUY	16.40
	SELL	-----
	STOP LOSS	16.10
	TARGET	16.80
		17.00

OIL – Daily Outlook

Oil rallies 3 percent as U.S. shale shows signs of slowdown - Reuters News



Oil rose 3.3 percent on Tuesday to the highest close in more than a month, a day after U.S. oil producer Anadarko said it would cut capital spending plans and Saudi Arabia vowed to reduce crude exports to help curb global oversupply.

Brent crude futures rose \$1.60 or 3.3 percent to settle at \$50.20 a barrel, the first time the benchmark closed above \$50 since June 6. U.S. West Texas Intermediate futures rose \$1.55 or 3.3 percent to settle at \$47.89 a

barrel, the highest close for that benchmark since early June.

The lower oil prices in June and July may have been affecting U.S. shale production, said Mark Watkins, regional investment manager at U.S. Bank.

"Companies are not drilling as fast as they had been in the beginning of 2017," he said, "They're not producing as much because it's much less profitable with prices in the low \$40s."

On Monday, Anadarko Petroleum Corp posted a larger-than-expected quarterly loss and said it would cut its 2017 capital budget by \$300 million because of depressed oil prices, the first major U.S. oil producer to do so.

Earlier, Halliburton's executive chairman said growth in North America's rig count was "showing signs of plateauing."

"In the U.S. investors have been waiting to see where that top is in oil production," Watkins said, "We've hit a tension point."

At a meeting of the Organization of the Petroleum Exporting Countries (OPEC) and non-OPEC producers on Monday in St Petersburg, Russia, Saudi Arabian Energy Minister Khalid al-Falih said his country would limit crude exports to 6.6 million barrels per day (bpd) in August, down almost 1 million bpd from a year earlier. Nigeria agreed to join the deal by capping or cutting its output from 1.8 million bpd once it stabilizes at that level.

OPEC said stocks held by industrial nations had fallen by 90 million barrels in the first six months of the year but were still 250 million barrels above the five-year average, which is the target level for OPEC and non-OPEC members.

U.S. crude stocks fell sharply last week as refineries boosted output, while gasoline inventories increased and distillate stocks decreased, data from industry group the American Petroleum Institute showed on Tuesday.

Crude inventories fell by 10.2 million barrels in the week ending July 21 to 487 million, compared with expectations for a decrease of 2.6 million barrels. Both benchmarks rose more than 2 dollars after the data in post-settlement trading.

However, higher oil prices could be a "double edged sword" Commerzbank wrote in a note on Tuesday.

"U.S. shale oil companies ... would immediately take advantage of the higher price for hedging purposes and would step up their production again in the medium term."

(Source Reuters, Research – @her1en)

CLU7/USD (OIL)
 (Exp.: 22 Aug. 2017 - Reuters)



- Daily RSI up
- Resistance area at 49.70
- Primary support around 43.65
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
July 25	46.44	48.65	46.37	2.28	48.53	↑ 2.07	46.46
July 24	45.66	46.51	45.40	1.11	46.46	↑ 0.89	45.57
July 21	46.88	47.19	45.53	1.66	45.57	↓ 1.35	46.92
July 20	47.26	47.72	46.80	0.92	46.92	↓ 0.33	47.25
July 19	46.46	47.44	46.31	1.13	47.25	↑ 0.82	46.43

WEEKLY		JULY		JUNE		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
48.65	45.40	48.65	43.64	49.15	42.04	55.22	42.04
(25/Jul)	(24/Jul)	(25/Jul)	(10/Jul)	(01/Jun)	(21/Jun)	(03/Jan)	(21/Jun)

ANALYSIS & RECOMMENDATION

RESISTANCE	52.38	High May 25
	50.28	High 30/May/2017 (Reaction high)
	49.71	High May 31
	48.23	High June 07
SUPPORT	46.38	Low Jul 25
	44.90	Reaction low (hourly)
	43.65	Low 10/Jul/2017
	43.32	Low 27/Jun/2017
RECOMMENDATION	BUY	48.25
	SELL	----
	STOP LOSS	46.75
	TARGET	49.75 50.25