

# 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

- Asian stock markets including Japan's Nikkei index ended the session little changed, though shares in Japanese property and casualty insurers skidded as investors fretted about the broader impact of the U.S. storm.
- European shares fell on Monday as the euro strengthened after ECB chief Mario Draghi expressed no concern about a strong currency in a closely watched speech.
- U.S. crude oil futures fell on Monday but gasoline prices surged to 2-year highs as Tropical Storm Harvey kept hammering the U.S. Gulf Coast, knocking out several refineries, which backed up crude supplies and disrupted fuel production.

### GLOBAL ECONOMIES

- China's factories likely posted another solid month of growth in August, suggesting the world's second-largest economy is still growing at a healthy clip despite rising financing costs and a cooling housing market, a Reuters poll showed.
- Japan's government maintained its upbeat view on the economy and signalled the country is on course to match its second longest period of economic expansion in postwar history, indicating its confidence over a solid, domestic demand-led recovery.
- Growth in the amount of money circulating in the euro zone, an indicator which often predicts future economic activity, slowed sharply in July, even as bank lending remained increased, European Central Bank data showed on Monday.
- Greek private sector bank deposits rose in July for the third month in a row, central bank data showed on Monday, but they remain at 14-year lows.
- British officials arrive in Brussels on Monday hoping to push the EU towards talks about post-Brexit ties, which the bloc refuses to launch until there is a deal on London's exit bill and other "divorce" questions.

### GLOBAL MARKETS

**Asia** – Asian stock markets including Japan's Nikkei index ended the session little changed, though shares in Japanese property and casualty insurers skidded as investors fretted about the broader impact of the U.S. storm.

In contrast, China's major stock indexes rose to 20-month highs after a series of strong earnings.

Markets mostly dismissed North Korea's firing of three short-range missiles into the sea on Saturday.

**Euro Zone** – European shares fell on Monday as the euro strengthened after ECB chief Mario Draghi expressed no concern about a strong currency in a closely watched speech.

The STOXX index for euro zone stocks fell as much as 0.7 percent to a two-week low before paring its losses to end 0.4 percent lower on the day. London was closed for a holiday, reducing activity.

The export-oriented DAX fell 0.3 percent and the broader pan-European STOXX 600 index slipped 0.5 percent.

In a speech at a symposium of central bankers at Jackson Hole, Wyoming, Draghi did not try to talk down the euro, which climbed to its highest in more than two years against the dollar.

"The Jackson Hole meeting has been explosive for the euro and the U.S. dollar traders," London Capital Group analyst Ipek Ozkardeskaya said in a note.

Euro zone shares reached their highest in more than two years in May, as strong macro data and company results drew investors. But the recent surge in the euro has weighed on stocks.

Almost all sectors suffered losses on Monday with materials and construction stocks the biggest drag to the region's equities.

Finnish paper makers Stora Enso and UPM-Kymmene fell 3.7 to 5.1 percent after a report that Danske Bank downgraded them, citing a weaker dollar, higher input costs and lower prices of paper mass.

Reinsurance stocks suffered after flooding triggered by Tropical Storm Harvey devastated Houston. Shares in Hannover Re were fell 1.3 percent and Munich Re 0.9 percent. French reinsurer Scor dropped 1.5 percent.

Shares in German drugmaker Stada suffered some selling, down 3.6 percent, as investors took profits after the stock surged to an all-time high on Friday when hedge fund Elliott increased its stake in the company.

Dutch supermarket group Ahold Delhaize stumbled again, down 2.6 percent after sharp losses on Friday when Amazon's plans to cut prices at Whole Foods Market dented retailer stocks.

Broker Raymond James cut its target price on Ahold to factor in "growing competitive risk" from the merger.

Among the very few gainers were shares in tyre maker Michelin, which gained 1.5 percent after Oddo BHF analysts raised the stock to a "buy", saying a pick-up in agricultural and mining sectors would benefit the firm's specialty tyre business.

**U.S. & Global Markets** – U.S. crude oil futures fell on Monday but gasoline prices surged to 2-year highs as Tropical Storm Harvey kept hammering the U.S. Gulf Coast, knocking out several refineries, which backed up crude supplies and disrupted fuel production.

The U.S. dollar dropped to its lowest in roughly 16 months against a basket of major currencies and a more than 2-1/2-year low against the euro, following comments from central bankers on Friday and worries over the storm hurting the U.S. economy.

Harvey made landfall in Texas late on Friday as the most powerful hurricane to hit the region in more than 50 years and caused large-scale flooding, forcing refineries in the area to close.

U.S. crude futures fell as the refinery shutdowns could reduce demand for American crude.

"The reduced inputs to those Gulf refineries will result in an increase in crude inventories," said Tony Headrick, energy market analyst at CHS Hedging.

"That outweighs the outages in crude oil production from the storm."

U.S. crude settled down \$1.30, or 2.7 percent, at \$46.57 a barrel.

The refinery shutdowns sent U.S. gasoline prices soaring. Spot prices for U.S. gasoline futures surged 7 percent to a peak of \$1.7799 per gallon, before easing to \$1.7233.

In the U.S. equity market, energy and bank shares weighed on the Dow and the S&P 500.

"There tends to be initially a knee-jerk reaction and people react to the human side and the energy disruption but that eases soon," said Jim Paulsen, chief investment strategist at The Leuthold Group in Minneapolis.

"This is a massive human tragedy and the worst of it may not be over yet, but as far as stock market impact I don't know if it is net-net a huge negative considering the fact it will bring in huge stimulus to the region," he said.

The Dow Jones Industrial Average fell 5.27 points, or 0.02 percent, to finish at 21,808.4, the S&P 500 gained 1.19 points, or 0.05 percent, to end at 2,444.24 and the Nasdaq Composite added 17.37 points, or 0.28 percent, to close at 6,283.02.

European shares fell as the euro strengthened after European Central Bank chief Mario Draghi did not express concern about a strong currency in a closely watched speech.

MSCI's world index, which tracks shares in 46 countries, rose fractionally.

The U.S. dollar extended its weakness from last week.

"The disappointment from (U.S. Federal Reserve Chair Janet) Yellen at Jackson Hole on Friday has carried over to trading this week," said Kathy Lien, managing director at BK Asset Management in New York.

Yellen did not address monetary policy at a summit of central bankers in Wyoming. The impact of Harvey was also weighing slightly on the greenback, Lien added.

The dollar index, which tracks the greenback against six major currencies, was down 0.52 percent at 92.261, after falling to 92.184, its lowest since May 2016.

U.S. benchmark Treasury yields fell to two-month lows after strong demand for a five-year note auction and as market participants waited on U.S. economic data that will culminate on Friday with the August employment report.

Benchmark 10-year notes gained 5/32 in price to yield 2.155 percent.

The weaker dollar helped gold rise to a more than nine-month high.

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

## **GLOBAL ECONOMIES**

**China** – China's factories likely posted another solid month of growth in August, suggesting the world's second-largest economy is still growing at a healthy clip despite rising financing costs and a cooling housing market, a Reuters poll showed.

The official manufacturing Purchasing Managers' Index (PMI) is expected to come in at 51.3 for August, down just a hair from July's 51.4, according to a median forecast of 39 economists polled by Reuters.

That would signal the 13th straight month of expansion for China's manufacturers, who are enjoying their best profits in years thanks to a government-led construction boom and a recovery in exports. The 50-mark divides expansion from contraction a monthly basis.

Driven by strong infrastructure spending and record bank lending last year, China's economy grew by a faster-than-expected 6.9 percent in the first half of 2017 and looks set to easily meet the government's full-year target of around 6.5 percent.

That momentum has given policymakers room to focus on tackling financial risks stemming from a rapid build-up in debt and an overheated property market.

Economists expect such cooling measures will start to drag on growth eventually, but do not foresee any sharp slowdown, especially as the government is keen to ensure stability ahead of a once-in-five-years Communist Party leadership reshuffle in the autumn.

"Given that the economy is slowing from an elevated position, the central government's focus should change to stability concerns in place of a focus on economic growth," analysts at Sun Hung Kai Financial said in a note on Monday.

Some signs of fatigue may already be starting to show.

China's import and export growth slowed more than expected in July, raising worries about domestic demand. Industrial output, investment, and retail sales also underwhelmed last month, while bank lending and money supply growth also slowed.

Data on Sunday showed industrial profits grew at the slowest pace in three months as a boost from higher commodity prices starts to fade, but they were still up some 21 percent in the first seven months of the year from the same period last year.

Economists expect the findings of a private survey on China's factory activity will be similar to the official reading.

They predict the private Caixin/Markit Manufacturing Purchasing Managers' index (PMI) will dip slightly to 50.9 in August from 51.1 in July, which would be the first decline in three months.

The official PMI survey will be published on Aug. 31, along with a similar survey covering the services sector, while the Caixin PMI is set to be released on Sept. 1.

**Japan** – Japan's government maintained its upbeat view on the economy and signalled the country is on course to match its second longest period of economic expansion in postwar history, indicating its confidence over a solid, domestic demand-led recovery.

In its monthly report for August released on Monday, the government said the economy "continues to recover moderately as a trend," a view it has kept for three straight months in a nod to growing signs of strength in consumption and capital spending.

"There's a strong chance" Japan's economy will have matched a 57-month expansionary streak marked in the late 1960s, which so far is the second longest postwar economic expansion, Economy Minister Toshiimitsu Motegi told reporters.

The government also offered a slightly more upbeat view on public investment compared with a month ago, reflecting an increase in public works projects financed by last year's supplementary budget.

"Public investment is moving on a firm note," the report said, compared with the July report's assessment that it was increasing resilience.

The government kept intact its view that capital expenditure, exports and output were "picking up," as well as its assessment that consumption was "picking up moderately."

Japan's economy expanded at the fastest pace in more than two years in the second quarter -- growing at a 4 percent annualised rate -- as consumer and company spending picked up, highlighting a long-awaited bounce in domestic demand.

Earlier growth had been heavily reliant on a bounce in exports.

Analysts expect the economy to continue growing at a healthy clip in coming quarters, offering the Bank of Japan hope that a tight labour market will finally start to boost wages and consumer spending.

In Japan, a panel of academics decide retrospectively when the economy entered an expansion or recession by analysing various data. This at times differs from the common definition of recession, which is two straight quarters of contraction.

Under the government's definition, Japan's economy has been in an expansionary cycle since December 2012 and will match the second longest postwar expansion in August.

Some ruling party lawmakers have called for another supplementary budget to ramp up fiscal spending. But the government has shrugged off the chance of compiling one for now, arguing that a strengthening recovery makes it difficult to justify additional spending.

"The economy is enjoying a domestic demand-driven recovery," Motegi told a news conference on Friday.

"Under current economic circumstances, I don't expect the government to submit a supplementary budget at this autumn's extraordinary parliament session," he said.

**Euro Zone** – Growth in the amount of money circulating in the euro zone, an indicator which often predicts future economic activity, slowed sharply in July, even as bank lending remained increased, European Central Bank data showed on Monday.

The annual growth rate of the M3 measure of money supply in the 19-country euro zone, fell to 4.5 percent from 5 percent a month ago, the slowest pace since last October and well short of market expectations for 4.9 percent.

Growth in corporate lending meanwhile jumped to 2.4 percent from 2.0 percent, reversing most of its slowdown in June, when one off factors dragged down growth.

Lending growth to households held steady at 2.6 percent for the third straight month, matching its best rate since March 2009.

**Greece** – Greek private sector bank deposits rose in July for the third month in a row, central bank data showed on Monday, but they remain at 14-year lows.

Business and household deposits rose to 121.25 billion euros (\$144.72 billion) from 120.42 billion in June, their lowest level since July 2003.

Greek banks have seen small deposit inflows over the space of more than two years after the country clinched a third bailout to stay in the euro zone.

While they remain dependent on central bank borrowing to plug their funding gaps, banks have reduced their exposure.

"In July, deposits of the private sector increased by 927 million euros compared with an increase of 1.09 billion euros in the previous month while the annual growth rate was 4.3 percent from 3.4 percent in the previous month," the Bank of Greece said.

**UK** – British officials arrive in Brussels on Monday hoping to push the EU towards talks about post-Brexit ties, which the bloc refuses to launch until there is a deal on London's exit bill and other "divorce" questions.

The third round of Brexit talks comes more than a year after Britons voted in a referendum to leave the European Union.

The chief Brexit negotiators, the EU's Michel Barnier and Britain's David Davis, will meet at 1500 GMT. More technical talks on Tuesday and Wednesday will tackle expatriate rights, the divorce bill and "other separation issues".

Senior officials will also discuss the problem of the future border between EU state Ireland and the United Kingdom's Northern Ireland.

"Citizens' rights, Ireland and financial settlement are priorities before talks about the future," the European Parliament's Brexit pointman, Guy Verhofstadt, said after meeting Barnier on Monday.

Britain will present in detail papers on issues ranging from customs arrangements to data sharing. They often venture out into the future relationship between London and the EU.

Britain will be urging the bloc to show "imagination" and talk about future ties rather than just the divorce settlement.

Britain's opposition Labour Party said on Sunday it would stay in the European single market and customs union for a transitional period after Brexit, offering a clear alternative to the policies of Prime Minister Theresa May.

Her senior ministers rule out any such option. But the government policy papers released last week show Britain would often seek to replicate closely existing arrangements with the EU.

The British and German chambers of commerce together urged negotiators on Monday to start talks about future trading relations, and particularly customs arrangements, swiftly.

But the bloc wants to settle the chief separation aspects first.

It has signalled that the slow progress so far means the goal of starting talks about a new accord with Britain in October is now less likely to be achieved.

"Both the UK and the EU have an interest to move forward quickly in negotiations and that requires us to make sufficient progress on citizens' rights, on the financial settlement on Ireland," said a senior EU official involved in the talks. [\(Source Reuters, Research – @her1en\)](#)

## WEEKLY ECONOMIC CALENDAR

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
20-Aug - 30-Aug	N/A	AU	11 Trans-Pacific Partnership Signatories Discuss Prospects					
25-Aug - 31-Aug	N/A	CN	Foreign Direct Investment YoY CNY	Jul		--	2.3%	
27-Aug - 03-Sep	N/A	DE	Retail Sales MoM	Jul		-0.5%	1.1%	
27-Aug - 03-Sep	N/A	DE	Retail Sales YoY	Jul		3.6%	1.5%	
<b>Mon/28-Aug-17</b>	08:10	JP	BOJ Outright Bond Purchase 1~3 Years					
	08:10	JP	BOJ Outright Bond Purchase 3~5 Years					
	N/A	JP	Cabinet Office Monthly Economic Report for August					
	15:00	EZ	M3 Money Supply YoY	Jul	4.5%	4.9%	5.0%	
	19:30	US	Wholesale Inventories MoM	Jul P	0.4%	0.3%	0.7%	
	19:30	US	Advance Goods Trade Balance	Jul	-\$65.1b	-\$64.6b	-\$63.9b	-\$64.0b
	19:30	US	Retail Inventories MoM	Jul	-0.2%	--	0.6%	
	21:30	US	Dallas Fed Manf. Activity	Aug	17	17	16.8	
	<i>All Day</i>	<i>GB</i>	<i>Bank Holiday/ Summer Bank Holiday</i>					
<b>Tue/29-Aug-17</b>	04:00	KR	Business Survey Manufacturing	Sep		--	78	
	04:00	KR	Business Survey Non-Manufacturing	Sep		--	77	
	06:30	JP	Jobless Rate	Jul		2.8%	2.8%	
	06:30	JP	Job-To-Applciant Ratio	Jul		1.52	1.51	
	06:30	JP	Overall Household Spending YoY	Jul		0.7%	2.3%	
	13:00	DE	GfK Consumer Confidence	Sep		10.8	10.8	
	N/A	EZ	Bettel Hosts France's Macron, Belgium's Michel in Luxembourg					
	15:30	HK	Retail Sales Value YoY	Jul		1.0%	0.1%	
	15:30	HK	Retail Sales Volume YoY	Jul		--	0.4%	
	21:00	US	Conf. Board Consumer Confidence	Aug		120	121.1	
	21:00	US	Conf. Board Present Situation	Aug		--	147.8	
	21:00	US	Conf. Board Expectations	Aug		--	103.3	
<b>Wed/30-Aug-17</b>	05:45	NZ	Building Permits MoM	Jul		--	-1.0%	
	06:50	JP	Retail Sales MoM	Jul		0.2%	0.2%	
	06:50	JP	Retail Trade YoY	Jul		1.0%	2.1%	
	08:10	JP	BOJ Outright Bond Purchase 5~10 Years					
	08:10	JP	BOJ Outright Bond Purchase 10~25 Years					
	08:10	JP	BOJ Outright Bond Purchase 25 Years~					
	08:30	AU	Construction Work Done	2Q		1.0%	-0.7%	
	08:30	AU	Building Approvals MoM	Jul		-5.0%	10.9%	
	08:30	AU	Building Approvals YoY	Jul		-16.6%	-2.3%	
	12:00	JP	Small Business Confidence	Aug		--	50	
	13:00	CH	UBS Consumption Indicator	Jul		--	1.38	
	14:00	CH	KOF Leading Indicator	Aug		--	106.8	
	15:00	CH	Credit Suisse Survey Expectations	Aug		--	34.7	
	15:30	GB	Money Supply M4 MoM	Jul		--	-0.2%	
	15:30	GB	M4 Money Supply YoY	Jul		--	5.3%	
	15:30	GB	M4 Ex IOFCs 3M Annualised	Jul		--	5.4%	
	16:00	EZ	Economic Confidence	Aug		111.3	111.2	
	16:00	EZ	Business Climate Indicator	Aug		1.07	1.05	
	16:00	EZ	Industrial Confidence	Aug		4.8	4.5	
	16:00	EZ	Services Confidence	Aug		13.9	14.1	
	16:00	EZ	Consumer Confidence	Aug F		-1.5	-1.5	
	19:00	DE	CPI MoM	Aug P		0.1%	0.4%	
	19:00	DE	CPI YoY	Aug P		1.8%	1.7%	
	19:00	DE	CPI EU Harmonized MoM	Aug P		0.1%	0.4%	
	19:00	DE	CPI EU Harmonized YoY	Aug P		1.7%	1.5%	
	19:15	US	ADP Employment Change	Aug		185k	178k	
	19:30	CA	Current Account Balance	2Q		--	-\$14.05b	

	19:30	US	GDP Annualized QoQ	2Q S		2.7%	2.6%	
	19:30	US	Personal Consumption	2Q S		--	2.8%	
	19:30	US	GDP Price Index	2Q S		1.0%	1.0%	
	19:30	US	Core PCE QoQ	2Q S		--	0.9%	
	20:15	US	Fed's Powell Speaks at Large-Bank Directors Conference					
	21:30	US	DOE U.S. Crude Oil Inventories	Aug-25		--	-3327k	
	21:30	US	DOE Cushing OK Crude Inventory	Aug-25		--	-503k	
	21:30	US	DOE U.S. Gasoline Inventories	Aug-25		--	-1223k	
	21:30	US	DOE U.S. Distillate Inventory	Aug-25		--	28k	
<b>Thu/31-Aug-17</b>	06:00	KR	Industrial Production SA MoM	Jul		0.1%	-0.2%	
	06:00	KR	Industrial Production YoY	Jul		-0.5%	-0.3%	
	06:01	GB	GfK Consumer Confidence	Aug		-13	-12	
	06:01	GB	Lloyds Business Barometer	Aug		--	30	
	06:50	JP	Industrial Production MoM	Jul P		-0.4%	2.2%	
	06:50	JP	Industrial Production YoY	Jul P		5.1%	5.5%	
	N/A	KR	BoK 7-Day Repo Rate	Aug-31		1.25%	1.25%	
	08:00	AU	HIA New Home Sales MoM	Jul		--	-6.9%	
	08:00	CN	Manufacturing PMI	Aug		51.4	51.4	
	08:00	CN	Non-manufacturing PMI	Aug		--	54.5	
	08:00	CN	Swift Global Payments CNY	Jul		--	1.98%	
	08:00	NZ	ANZ Activity Outlook	Aug		--	40.3	
	08:00	NZ	ANZ Business Confidence	Aug		--	19.4	
	08:30	AU	Private Sector Credit MoM	Jul		0.5%	0.6%	
	08:30	AU	Private Sector Credit YoY	Jul		5.4%	5.4%	
	08:30	AU	Private Capital Expenditure	2Q		0.2%	0.3%	
	08:30	JP	BOJ Masai speaks in Matsuyama					
	N/A	HK	Budget Balance HKD	Jul		--	40.1b	
	N/A	HK	Money Supply M1 HKD YoY	Jul		--	13.0%	
	N/A	HK	Money Supply M2 HKD YoY	Jul		--	15.9%	
	N/A	HK	Money Supply M3 HKD YoY	Jul		--	15.9%	
	10:00	AU	RBA's Harris Panel Participation at Conference					
	11:00	JP	Vehicle Production YoY	Jul		--	6.9%	
	12:00	JP	Housing Starts YoY	Jul		-0.3%	1.7%	
	12:00	JP	Annualized Housing Starts	Jul		0.995m	1.003m	
	12:00	JP	Construction Orders YoY	Jul		--	2.3%	
	14:55	DE	Unemployment Change (000's)	Aug		-5k	-9k	
	14:55	DE	Unemployment Claims Rate SA	Aug		5.7%	5.7%	
	16:00	EZ	Unemployment Rate	Jul		9.1%	9.1%	
	16:00	EZ	CPI Estimate YoY	Aug		1.4%	1.3%	
	16:00	EZ	CPI Core YoY	Aug A		1.2%	1.2%	
	19:30	CA	Quarterly GDP Annualized	2Q		3.1%	3.7%	
	19:30	CA	GDP MoM	Jun		0.1%	0.6%	
	19:30	CA	GDP YoY	Jun		--	4.6%	
	19:30	US	Initial Jobless Claims	Aug-26		236k	234k	
	19:30	US	Continuing Claims	Aug-19		--	1954k	
	19:30	US	Personal Income	Jul		0.3%	0.0%	
	19:30	US	Personal Spending	Jul		0.4%	0.1%	
	19:30	US	Real Personal Spending	Jul		--	0.0%	
	19:30	US	PCE Deflator MoM	Jul		0.1%	0.0%	
	19:30	US	PCE Deflator YoY	Jul		1.4%	1.4%	
	19:30	US	PCE Core MoM	Jul		0.1%	0.1%	
	19:30	US	PCE Core YoY	Jul		1.5%	1.5%	
	20:45	US	Chicago Purchasing Manager	Aug		58.5	58.9	
	21:00	US	Pending Home Sales MoM	Jul		0.6%	1.5%	
	21:00	US	Pending Home Sales NSA YoY	Jul		--	0.7%	
<b>Fri/01-Sep-17</b>	06:00	AU	Commonwealth Bank Australia PMI Mfg	Aug		--	54.4	
	06:00	KR	GDP SA QoQ	2Q F		--	0.6%	
	06:00	KR	GDP YoY	2Q F		2.7%	2.7%	

	06:00	KR	CPI MoM	Aug		--	0.2%	
	06:00	KR	CPI YoY	Aug		2.2%	2.2%	
	06:00	KR	CPI Core YoY	Aug		1.8%	1.8%	
	06:30	AU	AiG Perf of Mfg Index	Aug		--	56	
	07:00	AU	CoreLogic House Px MoM	Aug		--	1.5%	
	07:00	KR	Exports YoY	Aug		16.2%	19.5%	
	07:00	KR	Imports YoY	Aug		12.5%	14.5%	
	07:00	KR	Trade Balance	Aug		\$7548m	\$10646m	
	07:30	JP	Nikkei Japan PMI Mfg	Aug F		--	52.8	
	07:30	KR	Nikkei South Korea PMI Mfg	Aug		--	49.1	
	08:45	CN	Caixin China PMI Mfg	Aug		51	51.1	
	12:00	JP	Consumer Confidence Index	Aug		43.6	43.8	
	N/A	JP	Official Reserve Assets	Aug		--	\$1260.0b	
	13:30	AU	Commodity Index SDR YoY	Aug		--	17.1%	
	13:30	AU	Commodity Index AUD	Aug		--	114.4	
	13:30	AU	Commodity Index SDR YoY	Aug		--	17.1%	
	N/A	EZ	EU's Barnier, Moscovici Attend Ambrosetti Forum in Cernobbio					
	N/A	DE	Germany Sovereign Debt to be rated by Fitch					
	14:15	CH	Retail Sales Real YoY	Jul		--	1.5%	
	14:30	CH	PMI Manufacturing	Aug		--	60.9	
	14:55	DE	Markit/BME Germany Manufacturing PMI	Aug F		59.4	59.4	
	15:00	EZ	Markit Eurozone Manufacturing PMI	Aug F		57.4	57.4	
	15:30	GB	Markit UK PMI Manufacturing SA	Aug		55	55.1	
	19:30	US	Change in Nonfarm Payrolls	Aug		182k	209k	
	19:30	US	Two-Month Payroll Net Revision	Aug		--	2k	
	19:30	US	Change in Private Payrolls	Aug		178k	205k	
	19:30	US	Change in Manufact. Payrolls	Aug		9k	16k	
	19:30	US	Unemployment Rate	Aug		4.3%	4.3%	
	19:30	US	Average Hourly Earnings MoM	Aug		0.2%	0.3%	
	19:30	US	Average Hourly Earnings YoY	Aug		2.6%	2.5%	
	19:30	US	Average Weekly Hours All Employees	Aug		34.5	34.5	
	19:30	US	Labor Force Participation Rate	Aug		--	62.9%	
	19:30	US	Underemployment Rate	Aug		--	8.6%	
	20:30	CA	Markit Canada Manufacturing PMI	Aug		--	55.5	
	20:45	US	Markit US Manufacturing PMI	Aug F		--	52.5	
	21:00	US	ISM Manufacturing	Aug		56.5	56.3	
	21:00	US	ISM Prices Paid	Aug		61.5	62	
	21:00	US	ISM New Orders	Aug		--	60.4	
	21:00	US	ISM Employment	Aug		--	55.2	
	21:00	US	Construction Spending MoM	Jul		0.6%	-1.3%	
	21:00	US	U. of Mich. Sentiment	Aug F		97.4	97.6	
	21:00	US	U. of Mich. Current Conditions	Aug F		111.0	111	
	21:00	US	U. of Mich. Expectations	Aug F		88.6	89	
	21:00	US	U. of Mich. 1 Yr Inflation	Aug F		--	2.6%	
	21:00	US	U. of Mich. 5-10 Yr Inflation	Aug F		--	2.5%	
<b>Sat/02-Sep-17</b>	00:00	US	Baker Hughes U.S. Rig Count	Sep-01		--	940	

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

## ASIAN STOCK INDICATORS – *Daily Outlook*

**Japanese stocks** ended flat in thin trade on Monday, as investors assessed the impact of a weaker dollar following the Jackson hole central bank conference and casualty insurers fell on worries about the impact of Tropical Storm Harvey.

The Nikkei share average was flat at 19,449.90, after logging its sixth straight weekly fall on Friday for its longest losing streak since January 2014.

The broader Topix rose 0.2 percent to 1,600.12, but turnover was only 1.74 trillion yen. A level below 2 trillion yen is considered thin.

A stronger yen weighed on stock market sentiment. The greenback was down 0.2 percent at 109.15 yen.

The dollar came under pressure after Federal Reserve Chair Janet Yellen made no reference to U.S. monetary policy in her speech at the Fed's annual conference in Jackson Hole, Wyoming, while the euro surged after European Central Bank President Mario Draghi refrained from mentioning the euro's recent strength.

Automakers were sold, with Toyota Motor Corp dropping 0.5 percent and Honda Motor Co shedding 0.3 percent.

"Investors are waiting for more catalysts, and they will likely refrain from taking large positions until important economic indications come out this week," said Chihiro Ohta, general manager of investment research at SMBC Nikko Securities.

Meanwhile, shares of Japan's property & casualty insurers fell as investors fretted about the impact of the storm hit Houston on Sunday because the insurers may be exposed to losses through reinsurance arrangements with other companies.

The direct cost of the storm's impact is still unknown, and the global web of the industry's reinsurance ties means that some of the fallout might eventually be borne by insurers far from the scene.

Tokio Marine Holdings was down 0.9 percent and MS&AD Insurance Group Holdings dropped 0.5 percent.

Shares of H.I.S. Co surged 9.5 percent after the Japanese travel agency on Friday posted a jump in its recurring profit in the nine months through July 31.

**The South Korean** won strengthened to near four-week highs on Monday as the U.S. dollar slumped after the Jackson Hole conference where global central bankers failed to say quite what markets wanted to hear.

The won was quoted at 1,120.1 to the dollar at the conclusion of onshore trade, up 0.7 percent compared to Friday's close of 1,128.2, highest close since Aug. 1.

South Korean shares were dented by declines in Samsung Group shares with the Korea Composite Stock Price Index (KOSPI) closing down 0.4 percent at 2,370.30 points.

Offshore investors, worried about a possible leadership vacuum in Samsung Electronics after Vice Chairman Jay Y. Lee was jailed for five years for bribery, offloaded Samsung shares.

Samsung Electronics, Samsung C&T were down 2 percent and 3.4 percent each for today.

Foreign investors sold a net 59.7 billion won (\$53.37 million) worth of KOSPI shares.

**Hong Kong's benchmark stock index** ended Monday flat, after briefly breaching the 28,000-point level for the first time since May 2015, as weakness in consumer and technology stocks offset strength in financial plays.

The market has been bolstered by a raft of forecast-beating results from mainland companies listed in the city, thanks to Beijing's supply-side

reforms that have slashed capacity and boosted earnings in sectors such as coal and steel.

The Hang Seng index rose 0.1 percent, to 27,863.29, while the China Enterprises Index gained 0.5 percent, to 11,342.07 points.

China's biggest coal miner China Shenhua Energy Co Ltd delivered its strongest interim results in four years, while oil giant Sinopec reported its best six-month profit since the second half of 2014, joining a slew of major state firms who reported above-forecast earnings.

Financial stocks gained.

Linus Yip, chief strategist with First Shanghai Securities, said that the financial sector was bolstered by expectations of solid earnings reports from major Chinese banks later this week.

"The market has some good expectations and so there's some kind of a front run before the results come out," he said.

**China's major stock** indexes rose to 20-month highs on Monday, spurred by financial shares and a spate of forecast-beating earnings reports from state industrial giants.

Sentiment was also bolstered by signs that China is stepping up efforts to restructure its lumbering and often inefficient state-owned enterprises (SOEs) by opening the door to more public and private investment in the long-protected sector.

The Shanghai Composite Index gained 0.9 percent to 3,362.65 points, extending its rise above the closely-watched 3,300 mark, which has proved to be a stiff resistance level in the past.

There have been only fleeting breaches of 3,300 since 2015 -- and the SSEC is getting into technically overbought territory -- but analysts said a combination of robust earnings and economic reforms could give the rally more staying power this time.

The blue-chip CSI300 index rose 1.2 percent to 3,842.71 points.

China's benchmark stock indexes have struggled to make headway since the government mounted a massive rescue in late 2015 after prices plunged. But traders said the prospect of sustained gains now could lure many investors back.

Financial shares led gains on Monday, with brokerages surging as much as 6 percent at one point on expectations they will be the biggest beneficiary of a strong stock market recovery.

"The surge in brokerage shares means the upward trend of the broad market is confirmed," said Yang Delong, chief economist at First Seafont Fund Management Co.

"The 3,300-point level is now under investors' stride. We're already in a bull market, albeit a slow one."

Earnings for China's industrial firms rose 16.5 percent in July from a year earlier, data showed on Sunday. Though the pace eased from June, profits in January-July jumped 21.2 percent.

Adding to optimism are signs that Beijing is intent on making the state sector more efficient, which could spur merger and acquisition activity and further reduce excess capacity in some industries which has been weighing on returns.

Stronger earnings and balance sheets could also give long-ailing state firms more room to start paying down a mountain of debt, reducing risks for the banking sector.

The official China Securities Journal reported on Monday that Beijing has set up a fund dedicated to supporting so-called "mixed-ownership" reforms by SOEs. Separately, Premier Li Keqiang said over the weekend China is looking at fiscal and tax policies that support upgrading its manufacturing sector.

*(Source Reuters, Research: @ErwinRiset)*



### ASIA AND GLOBAL MARKET SPOT PRICE 2016

HIGH / LOW	.N225	.KS200	.HSI	.DJI	/.SPX	/.SSEC
<b>RECORD HIGH</b>	38915.87 (29/Dec/89)	309.32 (29/May/2017)	31958.41 (30/Oct/07)	21169.11 (01/Mar/2017)	2400.98 (01/Mar/2017)	6124.04400 (16/Oct./07)
<b>2016 HIGH</b>	19592.90 (21/Dec/16)	264.42 (21/Dec/16)	24364.00 (09/Sep/16)	19987.63 (20/Dec/16)	2277.53 (13/Dec/16)	3538.68940 (04/Jan/16)
<b>2017 HIGH</b>	20318.11 (20/June/2017)	322.16 (25/Jul/2017)	<b>28071.59</b> <b>(28/Aug/2017)</b>	22179.11 (08/Aug/2017)	2490.87 (08/Aug/2017)	<b>3375.03390</b> <b>(28/Aug/2017)</b>
<b>2017 LOW</b>	18224.68 (17/Apr/2017)	258.64 (02/Jan/2017)	21883.82 (03/Jan/2017)	19677.94 (19/Jan/2017)	2245.13 (03/Jan/2017)	3016.53050 (11/May/2017)
<b>2016 LOW</b>	14864.01 (24/Jun/16)	222.92 (20/Jan/16)	18278.80 (12/Feb/16)	15450.56 (20/Jan/16)	1810.10 (11/Feb/16)	2638.30160 (27/Jan/16)
<b>RECORD LOW</b>	85.25 (06/Jul/50)	31.96 (16/Jun/98)	58.61 (31/Aug/67)	388.20 (17/Jan/55)	132.93 (23/Nov./82)	325.92200 (29/Jul/94)

### Closing Prices – 28 August 2017

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	21808.40	↓ 5.27/ 0.02%	.N225	19449.90	↓ 2.71/0.01%
/.SPX	2444.24	↑ 1.19/ 0.05%	.KS200	309.53	↓ 1.68/0.54%
/.IXIC	6283.015	↑ 17.372/ 0.28%	.HSI	27863.29	↑ 15.13/0.05%
JPY=	109.24	↓ 0.10/ 0.09%	/.SSEC	3362.81510	↑ 31.29300/0.94%
KRW=	1117.47	↓ 3.12/ 0.28%	/CLc1 (Oil)	46.81	↓ 1.06/2.21%

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



- Still moving stable in the symmetrical triangle pattern
- Consider the trendline support area around 19350 for potential limited correction
- While the crucial resistance at 19550  
[\[Research – @ErwinRiset\]](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
28 Aug SSIpmU7	19420	19485	19395	90	19480	---	↑ 60	0.31	13407
28 Aug SSIamU7	19440	19520	19400	120	19420	19420	↓ 20	0.10	46255
25 Aug SSIpmU7	19450	19530	19420	110	19460	---	↑ 20	0.10	27320
25 Aug SSIamU7	19410	19475	19365	110	19440	19440	↑ 100	0.52	45769
24 Aug SSIpmU7	19365	19430	19320	110	19425	---	↑ 85	0.44	22984
24 Aug SSIamU7	19335	19415	19305	110	19340	19340	↓ 65	0.33	48007
23 Aug SSIpmU7	19415	19440	19340	100	19350	---	↓ 55	0.28	24250
23 Aug SSIamU7	19520	19550	19390	160	19405	19405	↑ 40	0.21	55649
22 Aug SSIpmU7	19385	19490	19330	160	19490	---	↑ 125	0.65	20037
22 Aug SSIamU7	19370	19420	19330	90	19365	19365	↑ 20	0.10	42802

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
19520	19395	20100	19255	20200	19830	20290	18190
(28/Aug)	(28/Aug)	(02/Aug)	(21/Aug)	(03/Jul)	(07/Jul)	(20/Jun)	(17/Apr)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	19860	Pivot line
	19820	Reaction high (hourly)
	19720	High 17/Aug/2017
	19550	Reaction high (hourly)
<b>SUPPORT</b>	19305	Bottom (hourly)
	19255	Bottom (hourly)
	19160	Low 28/Apr/2017 (Reaction low)
	19055	Low 26/Apr/2017
<b>RECOMMENDATION</b>	BUY	19385
	SELL	----
	STOP LOSS	19285
	TARGET	19550 19625

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



- Reversal thwarts the consecutive higher lows pattern
- Correction is facing important support at 306.30
- Short-term resistance at 312.70  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
28 Aug	311.10	312.05	309.35	2.70	309.55	309.55	↓ 2.05	0.66	161149
25 Aug	312.25	312.55	310.75	1.80	311.60	311.60	↑ 0.15	0.05	179932
24 Aug	310.00	312.05	309.95	2.10	311.45	311.45	↑ 1.50	0.48	168399
23 Aug	311.50	311.70	309.25	2.45	309.95	309.95	↓ 0.10	0.03	148411
22 Aug	308.90	310.35	308.90	1.45	310.05	310.05	↑ 1.65	0.54	118898
21 Aug	309.75	309.80	307.90	1.90	308.40	308.40	↓ 0.70	0.23	147682

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
312.05 (28/Aug)	309.35 (28/Aug)	319.45 (01/Aug)	302.30 (11/Aug)	322.75 (25/Jul)	310.35 (05/Jul)	322.75 (25/Jul)	259.25 (02/Jan)

#### ANALYSIS & RECOMMENDATION

RESISTANCE	317.65	High 03/Aug/2017
	316.30	High 07/Aug/2017 (Reaction high)
	312.70	High 09/Aug/2017
	312.05	High 28/Aug/2017
SUPPORT	308.90	Low 22/Aug/2017
	307.90	Low 21/Aug/2017
	306.30	Low 18/Aug/2017 (Reaction low)
	304.45	Low 14/Aug/2017
RECOMMENDATION	BUY	----
	SELL	310.70
	STOP LOSS	312.10
	TARGET	308.50 307.45

### HSIQ7 (Hang Seng August Futures) – Exp. Date: 30 Aug 2017



- Rally penetrated the upperline of trend channel area, facing resistance area at 28190 (50% Fiboprojection)
- Beware of RSI entering the overbought zone
- Crucial support around 27600  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
28 Aug	27860	28071	27823	248	27892	27892	↓ 34	0.12	186750
25 Aug	27576	27926	27433	493	27926	27926	↑ 400	1.45	174562
24 Aug	27519	27600	27465	135	27526	27525	↑ 97	0.35	99228
23 Aug	<b>S</b>	<b>U</b>	<b>S</b>	<b>P</b>	<b>E</b>	<b>N</b>	<b>D</b>	<b>E</b>	<b>D</b>
22 Aug	27290	27495	27280	215	27429	27429	↑ 271	1.00	106385
21 Aug	27045	27199	27021	178	27158	27158	↑ 126	0.47	108076
18 Aug	27055	27218	26924	294	27032	27032	↓ 238	0.87	133329

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
28071	27823	28071	26834	27241	25110	28071	21863
(28/Aug)	(28/Aug)	(28/Aug)	(11/Aug)	(31/Jul)	(05/Jul)	(28/Aug)	(03/Jan)

#### ANALYSIS & RECOMMENDATION

RESISTANCE	28517	61.8% Fiboprojection
	28458	High 27/May/2015
	28190	50% Fiboprojection
	28178	High 28/May/2015
SUPPORT	27766	Pivot line (hourly)
	27600	Pivot line (daily)
	27433	Low 25/Aug/2017
	27375	Reaction low (hourly)
RECOMMENDATION	BUY	27800
	SELL	----
	STOP LOSS	27700
	TARGET	28090 28180

## CURRENCIES – *Daily Outlook*

### Euro nears \$1.20 in wake of Yellen, Draghi comments - Reuters News



The U.S. dollar dropped to its lowest in roughly 16 months against a basket of major currencies and a more than 2-1/2-year low against the euro on Monday, following comments from central bankers on Friday and worries over Tropical Storm Harvey.

The greenback extended losses after tumbling on Friday after U.S. Federal Reserve chair Janet Yellen did not mention monetary policy at a summit of central bankers in Wyoming, moderating expectations the Fed will raise interest rates further this year.

European Central Bank President Mario Draghi's decision to hold back from talking down the euro at the central bankers' meeting in Jackson Hole, despite the currency's double-digit gains this year, continued to weigh on the dollar and sent the euro up as much as 0.5 percent on the day to \$1.1983 Monday, its strongest since January 2015.

The dollar also weakened after Tropical Storm Harvey paralyzed Houston, Texas, the nation's fourth-biggest city, spurring worries about the storm's potential impact on the U.S. economy. The dollar index, which measures the greenback against a basket of six major rivals, fell as much as 0.6 percent to hit its lowest since May 2016 of 92.184.

"In general, what you're seeing is a consistent tone of dollar weakness," said Kathy Lien, managing director at BK Asset Management in New York.

"The disappointment from Yellen at Jackson Hole on Friday has carried over to trading this week," Lien said, adding that Draghi's remarks continued to underpin the euro while the impact of Harvey was weighing slightly on the greenback.

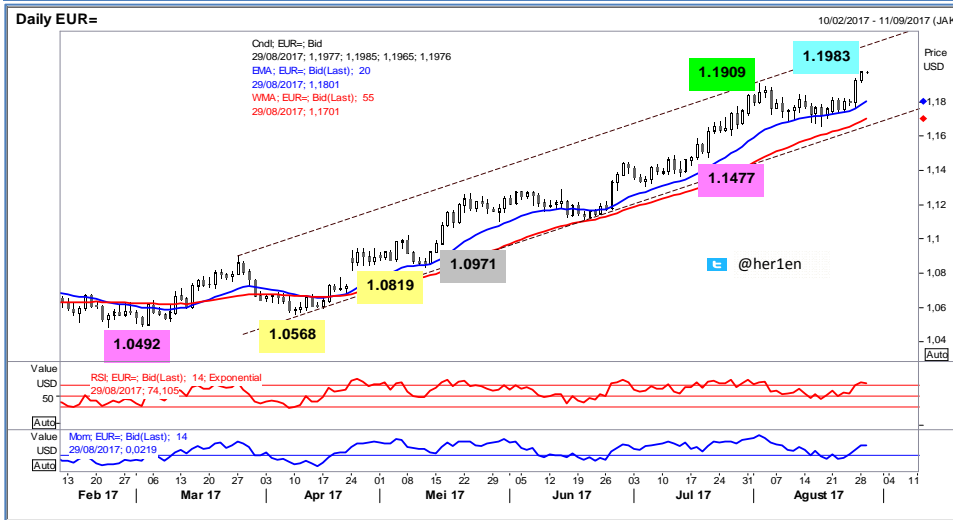
A public holiday in global foreign exchange capital London kept trading volumes thin, analysts said. The euro was broadly expected to remain firm in the short-term as investors focused on the ECB and whether it will announce plans to reduce debt-buying at its September policy meeting next week.

"If you believe that traders were positioned for Draghi to talk down the euro, then they have to cover their positions," said Axel Merk, chief investment officer of Palo Alto, California-based Merk Investments. "There is going to be reduction of (quantitative easing), and there is going to be hiking of interest rates" in Europe, he added.

The greenback was last down 0.2 percent against the yen at 109.08 yen, off an eight-day high touched on Friday of 109.84 yen. Investors were also looking ahead to Friday's August U.S. non-farm payrolls report for further trading incentives. [\(Source Reuters, Research – @her1en\)](#)

## EUR/USD

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



- Primary support at the 1.1660 level
- Daily RSI is rise
- Strong resistance at 1.2250  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	1.19509	1.19827	1.19160	66,7	1.19767	↑ 97,9	1.18788
Aug 25	1.17987	1.18888	1.17720	116,8	1.18788	↑ 79,0	1.17998
Aug 24	1.18082	1.18166	1.17830	33,6	1.17998	↓ 5,6	1.18054
Aug 23	1.17639	1.18220	1.17391	82,9	1.18054	↑ 45,1	1.17603
Aug 22	1.18123	1.18232	1.17440	79,2	1.17603	↓ 53,5	1.18138

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.19827 (28/Aug)	1.19160 (28/Aug)	1.19827 (28/Aug)	1.16611 (17/Aug)	1.18444 (31/Jul)	1.13112 (05/Jul)	1.19827 (28/Aug)	1.0342 (03/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	1.2352	High Dec 18, 2014
	1.2254	High Dec 25, 2014
	1.2108	High Jan 02, 2015
	1.2006	High Jan 05, 2015
SUPPORT	1.1915	Low Aug 28
	1.1771	Low Aug 25
	1.1729	Low Aug 21
	1.1661	Low Aug 17
RECOMMENDATION	BUY	1.1960
	SELL	-----
	STOP LOSS	1.1895
	TARGET	1.2030 1.2060

## USD/JPY

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



- This morning's correction is facing the support area at 108.58
- Daily trend is likely bearish
- Strong support at 108.11
- Short-term resistance at 109.84  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	109.254	109.402	109.012	39,0	109.232	UNCH	109.232
Aug 25	109.545	109.832	109.100	73,2	109.232	↓ 30,7	109.539
Aug 24	108.938	109.519	108.837	68,2	109.539	↑ 52,1	109.018
Aug 23	109.574	109.812	108.909	90,3	109.018	↓ 52,4	109.542
Aug 22	108.939	109.642	108.882	76,0	109.542	↑ 58,6	108.956

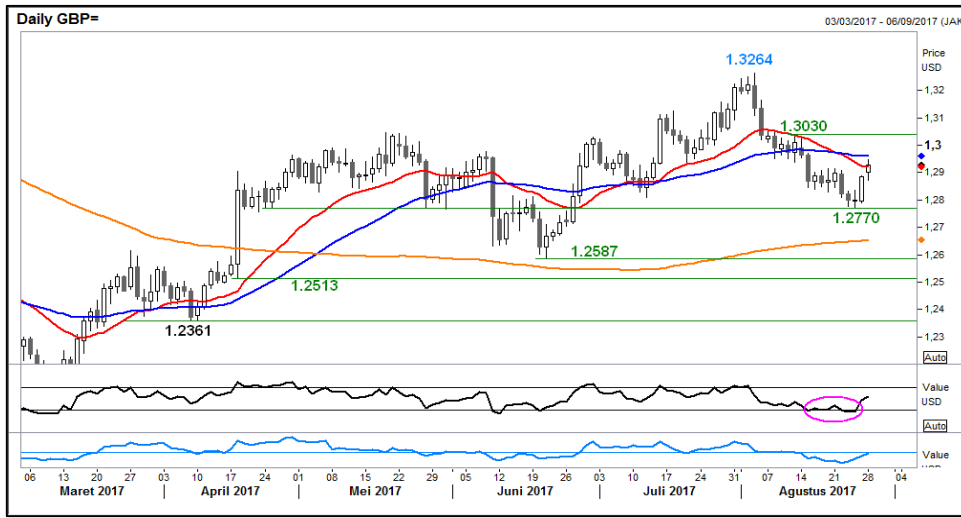
WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
109.402 (28/Aug)	109.012 (28/Aug)	111.038 (04/Aug)	108.591 (18/Aug)	114.482 (11/Jul)	110.203 (31/Jul)	118.60 (03/Jan)	108.14 (17/Apr)

### ANALYSIS & RECOMMENDATION

RESISTANCE	111.33	High 28/Jul/2017
	111.04	High 04/Aug/2017 (Reaction high)
	110.36	High 17/Aug/2017
	109.84	High 25/Aug/2017 (Reaction high)
SUPPORT	108.11	Low 17/Apr/2017 (Bottom)
	107.74	Low 15/Nov/2016
	106.51	Low 14/Nov/2016
	106.00	Low 11/Nov/2016
RECOMMENDATION	BUY	----
	SELL	109.30
	STOP LOSS	110.10
	TARGET	108.20 107.80

## GBP/USD

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



- Rebound continues, facing the resistance area at 1.3030
- Important support area at 1.2770  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	1.29042	1.29415	1.28723	69,2	1.29302	↑ 52,4	1.28778
Aug 25	1.27998	1.28866	1.27930	93,6	1.28778	↑ 80,1	1.27977
Aug 24	1.27997	1.28355	1.27728	62,7	1.27977	↑ 1,5	1.27962
Aug 23	1.28216	1.28324	1.27787	53,7	1.27962	↓ 25,0	1.28212
Aug 22	1.28971	1.29076	1.28098	97,8	1.28212	↓ 75,6	1.28968

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.29415 (28/Aug)	1.28723 (28/Aug)	1.32665 (03/Aug)	1.27728 (24/Aug)	1.32237 (31/Jul)	1.28106 (12/Jul)	1.32665 (03/Aug)	1.1986 (16/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	1.3264	High 03/Aug/2017 (Peak)
	1.3164	High 04/Aug/2017
	1.3060	High 07/Aug/2017
	1.3030	High 11/Aug/2017 (Reaction high)
SUPPORT	1.2871	Low 28/Aug/2017
	1.2770	Low 24/Aug/2017
	1.2703	Low 26/Jun/2017
	1.2639	Reaction low (hourly)
RECOMMENDATION	BUY	1.2910
	SELL	----
	STOP LOSS	1.2840
	TARGET	1.3000 1.3045



## USD/CHF

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



- Still moving limited after a sharp correction
- The support area at 0.9489 - 0.9436 is potentially tested again ([Research – @ErwinRiset](#))

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	0.95493	0.95770	0.95257	51,3	0.95516	↓ 20,6	0.95722
Aug 25	0.96496	0.96612	0.95620	99,2	0.95722	↓ 81,0	0.96532
Aug 24	0.96472	0.96672	0.96189	48,3	0.96532	↓ 1,3	0.96545
Aug 23	0.96766	0.96978	0.96367	61,1	0.96545	↓ 27,7	0.96822
Aug 22	0.96174	0.96873	0.96165	70,8	0.96822	↑ 64,6	0.96176

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.95770 (28/Aug)	0.95257 (28/Aug)	0.97715 (08/Aug)	0.95257 (28/Aug)	0.97256 (28/Jul)	0.94372 (21/Jul)	1.0335 (03/Jan)	0.94372 (21/Jul)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.9825	High 18/May/2017
	0.9808	High 30/May/2017 (Reaction high)
	0.9772	High 08/Aug/2017 (Reaction high)
	0.9696	High 23/Aug/2017 (Reaction high)
SUPPORT	0.9489	Low 27/Jul/2017
	0.9436	Low 21/Jul/2017 (Bottom)
	0.9379	Low 26/Aug/2015
	0.9295	Low 25/Aug/2015
RECOMMENDATION	BUY	----
	SELL	0.9570
	STOP LOSS	0.9700
	TARGET	0.9480 0.9430

## AUD/USD

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



- Trendline resistance around 0.8170
  - The support area around 0.7720 - 0.7630
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	0.79447	0.79719	0.79245	47,4	0.79674	↑ 32,2	0.79352
Aug 25	0.79008	0.79528	0.78842	68,6	0.79352	↑ 38,6	0.78966
Aug 24	0.79053	0.79148	0.78655	49,3	0.78966	↓ 4,5	0.79011
Aug 23	0.79120	0.79169	0.78811	35,8	0.79011	↓ 9,1	0.79102
Aug 22	0.79361	0.79496	0.78965	53,1	0.79102	↓ 25,0	0.79352

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.79719 (28/Aug)	0.79245 (28/Aug)	0.80416 (01/Aug)	0.78067 (15/Aug)	0.80646 (27/Jul)	0.75698 (05/Jul)	0.80646 (27/Jul)	0.7182 (03/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.8295	High Jan 15, 2015 (Reaction high)
	0.8162	High May 14, 2015
	0.8065	High July 27
	0.7992	High Aug 02
SUPPORT	0.7863	Low Aug 24
	0.7812	Low Aug 16
	0.7721	Low July 14
	0.7630	Low July 12
ECOMMENDATION	BUY	0.7905
	SELL	-----
	STOP LOSS	0.7840
	TARGET	0.7985 0.8015



## EUR/JPY

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



- Ascending triangle formation is still supporting a bullish signal
- Rebound faces peak level at 131.39
- Crucial support at 128.34  
[\(Research – @ErwinRiset\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	130.569	130.945	129.955	99,0	130.840	↑ 108,7	129.753
Aug 25	129.254	129.843	129.085	75,8	129.753	↑ 49,0	129.263
Aug 24	128.642	129.355	128.519	83,6	129.263	↑ 54,5	128.718
Aug 23	128.902	129.097	128.459	63,8	128.718	↓ 12,5	128.843
Aug 22	128.676	129.153	128.301	85,2	128.843	↑ 12,3	128.720

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
130.945 (28/Aug)	129.955 (28/Aug)	131.373 (02/Aug)	127.532 (18/Aug)	130.739 (11/Jul)	127.971 (06/Jul)	130.739 (11/Jul)	114.87 (17/Apr)

### ANALYSIS & RECOMMENDATION

RESISTANCE	132.80	High 22/Dec/2015 (Reaction high)
	132.25	High 29/Jan/2016 (Peak)
	131.65	High 04/Feb/2016 (Reaction high)
	131.39	High 02/Aug/2017 (Peak)
SUPPORT	129.09	Low 25/Aug/2017
	127.82	Low 21/Aug/2017
	127.42	Low 06/Jul/2017 (Reaction low)
	126.47	Low 28/Jun/2017
RECOMMENDATION	BUY	129.30
	SELL	----
	STOP LOSS	128.60
	TARGET	130.60 131.35

### USD/CAD

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



- Rebound develops after the support area at 1.2412 still intact
- RSI near the oversold zone and the hammer pattern supports bullish signal
- Consider the upperline of trend channel around 1.2565 for a limited rebound potential  
[\(Research – @ErwinRiset\)](#)

<b>WEEKLY OPEN</b>	<b>CURRENT PRICE</b>
<b>1.2473</b>	<b>1.2503</b>

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.2506 (28/Aug)	1.2439 (28/Aug)	1.2778 (15/Aug)	1.2439 (28/Aug)	1.3014 (05/Jul)	1.2412 (26/Jul)	1.3793 (05/May)	1.2412 (26/Jul)

ANALYSIS & RECOMMENDATION		
<b>RESISTANCE</b>	1.2778	High 15/Aug/2017
	1.2740	Reaction high (hourly)
	1.2691	Peak (hourly)
	1.2607	Reaction high (hourly)
<b>SUPPORT</b>	1.2412	Bottom
	1.2302	Low 29/Jun/2015 (Reaction low)
	1.2273	Low 24/Jun/2015 (Reaction low)
	1.2210	Low 19/Jun/2015
<b>RECOMMENDATION</b>	BUY	1.2470
	SELL	----
	STOP LOSS	1.2400
	TARGET	1.2580 – 1.2625

## Precious Metal – *Daily Outlook*

### Gold jumps to 9-1/2-month high after central bankers' comments - Reuters News



Gold rallied to a 9-1/2-month high on Monday, breaching \$1,300 per ounce as the dollar fell and the euro rose after the head of the European Central Bank (ECB) said that the euro zone's economic recovery had taken hold at a meeting of central bankers.

At the meeting in Jackson Hole, Wyoming, the ECB's Mario Draghi said the bank's ultra-loose monetary policy was working and the euro zone's economic recovery had taken hold, refraining from commenting on the euro's recent strength.

That pushed the euro to its highest in more than 2-1/2 years against the U.S. dollar, while the dollar index fell to its lowest since May 2016.

"Draghi did not refer to the strong euro being a brake on policy normalization - this is what triggered the rally in the euro and the price reaction in gold mirrors what the currencies did," Julius Baer analyst Carsten Menke said.

Spot gold rose 1.4 percent at \$1,309.25 an ounce by 2:01 p.m. EDT (1801 GMT), after rising to its highest since early November at \$1,309.98.

U.S. gold futures settled up 1.3 percent at \$1,315.30.

Many traders were away from their desks due to a British public holiday.

At Jackson Hole, U.S. Federal Reserve Chair Janet Yellen made no reference to U.S. monetary policy but instead focused on financial regulations, leading traders to expect interest rates to be raised more slowly.

"I think that may have got investors more comfortable to continue doubting the inflation story and whether they'll be able to hike (interest rates)," said Ryan McKay, associate commodities strategist for TD Securities.

"Once we got to \$1,300 and tested it for the fourth or fifth time, it finally gave way," McKay said, adding that automatic buy orders pushed prices above that level.

Gold is highly sensitive to rising U.S. rates, which lift the opportunity cost of holding non-yielding assets such as bullion while boosting the dollar, in which it is priced.

Further supporting gold was geopolitical uncertainty sparked by U.S. President Donald Trump's renewed threat to scrap the North American Free Trade Agreement.

Speculators raised their net long position in COMEX gold for the sixth straight week in the week to Aug. 22.

In other precious metals, silver was up 2 percent at \$17.39 an ounce, after touching its highest since early June at

\$17.45.

Platinum rose 1.3 percent to \$984.50 and palladium edged up 0.5 percent to \$934, close to a 16-1/2-year high of \$940.50 hit on Friday. [\(Source Reuters, Research – @her1en\)](#)

## GOLD (XAU/USD)



- Daily RSI is flat
- The main resistance at 1337, support 1251
- Correction in daily  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS	AM FIX	PM FIX
Aug 28	1293.980	1311.920	1291.700	20.22	1309.720	↑18.30	1291.420	1287.05	1285.30
Aug 25	1285.920	1294.220	1276.250	17.97	1291.420	↑5.33	1286.090	1287.05	1285.30
Aug 24	1290.460	1291.020	1284.400	6.62	1286.090	↓4.39	1290.480	1285.90	1289.00
Aug 23	1284.770	1291.250	1281.600	9.65	1290.480	↑5.69	1284.790	1286.45	1286.65
Aug 22	1290.600	1292.430	1281.860	10.57	1284.790	↓6.93	1291.720	1285.10	1284.20

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1311.920 (28/Aug)	1291.700 (28/Aug)	1311.920 (28/Aug)	1251.380 (08/Aug)	1270.680 (28/Jul)	1204.690 (10/Jul)	1311.920 (28/Aug)	1146.31 (03/Jan)

### ANALYSIS & RECOMMENDATION

<b>RESISTANCE</b>	1352.65	High Sept 07, 2016
	1343.64	High Sept 22, 2016
	1339.56	High Sept 27, 2016
	1337.40	High Sept 09, 2016
<b>SUPPORT</b>	1291.50	Low Aug 28
	1280.20	Low Aug 21
	1267.81	Low Aug 16
	1260.56	Low Aug 09
<b>RECOMMENDATION</b>	BUY	1317.00
	SELL	-----
	STOP LOSS	1307.00
	TARGET	1330.00 1335.50

## SILVER (XAG/USD)



- Short-term resistance around 18.00
  - Strong support at 16.40
  - Daily RSI flat
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	17.096	17.463	17.009	0.45	17.432	↑ 0.38	17.049
Aug 25	16.945	17.167	16.716	0.45	17.049	↑ 0.09	16.954
Aug 24	17.081	17.088	16.813	0.28	16.954	↓ 0.12	17.078
Aug 23	16.972	17.090	16.904	0.19	17.078	↑ 0.11	16.973
Aug 22	16.991	17.105	16.866	0.24	16.973	↓ 0.03	16.998

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
17.463	17.009	17.463	16.108	16.860	14.334	18.63	14.334
(28/Aug)	(28/Aug)	(28/Aug)	(07/Aug)	(31/Jul)	(07/Jul)	(17/Apr)	(07/Jul)

### ANALYSIS & RECOMMENDATION

RESISTANCE	18.43	High Apr 18
	18.00	High Apr 25
	17.75	High June 06 (Reaction high)
	17.31	High June 14
SUPPORT	16.99	Low Aug 28
	16.76	Low Aug 25
	16.59	Low Aug 16
	16.42	Low Aug 09
ECOMMENDATION	BUY	17.45
	SELL	-----
	STOP LOSS	17.10
	TARGET	17.85
		18.05



## OIL – Daily Outlook

### U.S. gasoline price jumps, crude falls as Harvey hits refiners - Reuters News



Gasoline prices surged to two-year highs on Monday as Tropical Storm Harvey knocked out several refineries and disrupted fuel production, while a back up in crude supplies pushed U.S. crude oil futures down more than 2.5 percent.

Massive floods caused by the storm forced several refineries to close along the U.S. Gulf Coast. Sources said the Motiva Port Arthur refinery in Texas, the country's largest refinery, was considering shutting down as water poured into the plant. Motiva planned a final decision Tuesday morning, sources said.

"This flooding issue could be a persistent issue with the staff unable to repopulate the facilities," said John Kilduff, partner with energy hedge fund Again Capital in New York.

"Gasoline inventories could decline rapidly if we get an extended shutdown."

Spot prices for U.S. gasoline futures surged 7 percent to a peak of \$1.7799 per gallon, the highest since late July 2015, before easing to settle at \$1.7123, up more than 3 percent.

Prompt U.S. gasoline differentials in the Gulf Coast hit a five-year high.

U.S. crude futures fell as the refinery shutdowns could reduce demand for American crude.

U.S. West Texas Intermediate (WTI) crude futures settled down \$1.30 or 2.7 percent to 46.57. Brent crude futures were down 52 cents or around 1 percent at \$51.89 per barrel.

The WTI discount versus Brent expanded to as much as \$5.64 per barrel, its widest in two years.

Harvey, the most powerful hurricane to hit Texas in more than 50 years, killed at least two people, caused large-scale flooding and forced closure of Houston port and several refineries.

The International Energy Agency in Paris pledged to respond to major oil supply disruptions.

The U.S. National Hurricane Center said Harvey was expected to linger through Tuesday, with floods spreading from Texas eastward to Louisiana.

Texas is home to 5.6 million bpd of refining capacity, and Louisiana has 3.3 million bpd. Estimates say the storm has taken at least 2.4 million bpd of refining capacity offline.

U.S. traders were seeking oil product cargoes from North Asia, several refining and shipping sources told Reuters, with transatlantic fuel exports from Europe expected to surge.

Goldman Sachs analysts said gasoline and distillate product refining margins were likely to rise more after the storm.

"If (U.S.) refineries shut down for more than a week, Asia will need to run at a higher level, because there's no spare capacity in Europe," said Olivier Jakob, managing director of Petromatrix.

In Libya pipeline blockades by militia brigades have slashed the OPEC state's output by nearly 400,000 bpd.

The market was also waiting for data on U.S. crude and refined product inventories.

The American Petroleum Institute (API) releases its data on Tuesday, and the U.S. government data is due on Wednesday. [\(Source Reuters, Research – @her1en\)](#)

**CLV7/USD (OIL)**  
 (Exp.: 22 Sep. 2017 - Reuters)



- Correction seen in daily
- Important resistance at 50.70
- Primary support around 44.90  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Aug 28	48.12	48.14	46.14	2.00	46.80	↓ 1.04	47.84
Aug 25	47.61	47.89	47.40	0.49	47.84	↑ 0.24	47.60
Aug 24	48.34	48.41	47.05	1.36	47.60	↓ 0.76	48.36
Aug 23	47.62	48.48	47.52	0.96	48.36	↑ 0.75	47.61
Aug 22	47.57	48.19	47.35	0.84	47.61	↑ 0.06	47.55

WEEKLY		AUGUST		JULY		2017	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
48.14	46.14	50.41	46.14	50.39	43.64	55.22	42.04
(28/Aug)	(28/Aug)	(01/Aug)	(28/Aug)	(31/Jul)	(10/Jul)	(03/Jan)	(21/Jun)

**ANALYSIS & RECOMMENDATION**

RESISTANCE	52.38	High May 25
	50.70	High 30/May/2017 (Reaction high)
	49.16	High Aug 14
	48.43	High Aug 24
SUPPORT	46.15	Low Aug 28
	44.90	Reaction low (hourly)
	43.83	Low July 10
	42.27	Low June 21
RECOMMENDATION	BUY	-----
	SELL	46.95
	STOP LOSS	48.65
	TARGET	45.25 44.75