

# DAILY MARKET REPORT

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

## **GLOBAL MARKETS**

- A gauge of global equities hit an intraday record on Monday as a bounce in Spain helped lift European stocks, while Wall Street declined following a technology-led rally last week and a report that the U.S. House of Representatives was discussing a gradual tax cut.

## **GLOBAL ECONOMIES**

- Job vacancies in Australia climbed to their highest on record in the three months to November, a sixth straight quarter of solid gains that augured well for continued growth in hiring.
- China's producer prices rose at their slowest pace in 13 months in December, as the government's war against winter smog dented factory demand for raw materials in a sign the world's second largest economy has started to slow.
- British industry enjoyed solid growth in November, benefiting from a global upturn that has allowed the economy to outperform gloomy forecasts made after 2016's Brexit vote, although it still lags behind its international rivals.
- Chicago Federal Reserve Bank President Charles Evans on Wednesday said that in late 2017 when the rest of his Fed colleagues decided to raise interest rates for a third time, he wanted to wait until mid-2018.

### **DISCLAIMER:**

*The information contained above is intended to provide general information and does not constitute or purports to be a financial advice, investment advice, trading advice, or any other advice. Any strategies, views or opinions expressed above are not intended to be presented as an offer or solicitation for the purchase or sale of any financial instrument. Client should seek personal professional advice before making any decisions. The client should ensure that financial instruments are suitable for his/her own individual objectives, financial situation and investment needs.*

*This report is prepared for the use of Alpha Gold Futures clients. The reproduction and redistribution of this material is strictly prohibited*

**GLOBAL MARKETS & ECONOMIES****GLOBAL MARKETS**

**U.S. & Global Markets** – A gauge of global equities hit an intraday record on Monday as a bounce in Spain helped lift European stocks, while Wall Street declined following a technology-led rally last week and a report that the U.S. House of Representatives was discussing a gradual tax cut.

Bloomberg reported that the corporate tax rate may be reduced gradually, by 3 percentage points a year, to 20 percent.

"Clearly tax policy is important to corporations," said Randy Frederick, vice president of trading and derivatives for Charles Schwab in Austin, Texas.

"However far-fetched this idea is or whether it has any legs or not – we don't know yet, but markets always react to the very first sense of anything."

The Dow and S&P 500 retreated on the heels of seven straight weeks of gains that left both indexes at record levels. The Nasdaq was slightly below the unchanged mark after scoring its best weekly gain in nearly a year last week.

Stocks pared gains late in the session after the New York Times reported Federal Reserve Governor Jerome Powell is expected to be named the next head of the U.S. central bank, replacing Janet Yellen.

MSCI's world equity index, which tracks shares in 47 countries, gained 0.05 percent after hitting a record of 496.77, its highest level in a week. The index has surged nearly 18 percent for the year, and is on pace to notch its best annual performance since 2013.

Spanish markets supported European shares after an opinion poll showing waning support for independence soothed investors' concerns over Catalan secession. Spanish stocks were up 2.44 percent and set for their best day since Oct 5.

Spain's benchmark 10-year bond yield last yielded 1.49 percent, down from 1.502 percent late on Friday.

The pan-European FTSEurofirst 300 index rose 0.16 percent. European stocks have rallied this year on a healthier economy, coupled with convincing growth in corporate earnings and a reduction in political risk.

U.S. Treasury yields fell at the start of a week of policy meetings by three major central banks, a steady stream of economic data and the expected announcement on a new Federal Reserve chair, extending declines after the Times report.

The Bank of England is widely expected to raise rates on Thursday, reversing its monetary easing following Britain's June 2016 vote to leave the European Union, while the U.S. Federal Reserve is expected to hold rates steady. The Bank of Japan will also issue a rate decision this week.

Benchmark 10-year Treasury notes last rose 17/32 in price to yield 2.3684 percent, down from 2.428 percent late on Friday.

*(Source Reuters – @her1en)*

**GLOBAL ECONOMIES**

**Australia** – Job vacancies in Australia climbed to their highest on record in the three months to November, a sixth straight quarter of solid gains that augured well for continued growth in hiring.

Total job vacancies rose 2.7 percent to 210,300 seasonally adjusted in the Sept-Nov quarter, from 204,800 in the previous quarter, data from the Australian Bureau of Statistics showed on Wednesday.

That was the highest reading since the series began in 1979 and left vacancies a healthy 16 percent higher than a year earlier.

Vacancies in the private sector climbed 3.8 percent to 192,000, again the highest on record. That was up 17.3 percent on the previous year.

In contrast, public sector vacancies fell back 7.6 percent in the November quarter to 18,300.

Analysts value the vacancies series as it has proved a reliable leading indicator of labour demand and turning points in employment growth.

The strength in vacancies supports official figures for employment which showed a surge in hiring last year, driving the jobless rate down to 5.4 percent.

**China** – China's producer prices rose at their slowest pace in 13 months in December, as the government's war against winter smog dented factory demand for raw materials in a sign the world's second largest economy has started to slow.

The producer price index (PPI) rose 4.9 percent in December from a year earlier, the slowest growth since November 2016, the National Bureau of Statistics (NBS) said on Wednesday. That was slightly faster than the 4.8 percent in a Reuters poll of analyst but much weaker than the 5.8 percent pace seen in November.

The data also showed consumer inflation accelerating less than expected and remaining well within the central bank's comfort zone.

Analysts say the year-on-year slowdown in producer price inflation was due in part to a high base last year with price gains in raw materials falling from their peaks. It also supports the view that a softening in the economy has started in the last few months.

"Looking ahead, we think that food prices aside, inflation will continue to drop back in the coming quarters as economic activity softens," Julian Evans-Pritchard, Senior China Economist at Capital Economics, wrote in a note.

The data shows producer price increases slowing for the second month in a row in December, which follows a modest recovery in prices seen in the third quarter of last year.

A government crackdown on smog in the heavily industrialised northern provinces this year has hit demand for raw materials and continued curbs on the housing market have weighed on property investment.

While pollution curbs have had a disinflationary effect on producer prices, the resulting supply disruptions have in some segments added upward pressure to prices.

On a month-on-month basis, the PPI rose 0.8 percent in December, beating November's 0.5 percent increase, due to temporary disruptions caused by the pollution curbs.

The production restrictions at factories have triggered fears of supply shortages, giving a major boost to iron ore and steel futures prices and helping to offset tepid demand during winter months as construction activities slow.

"We'll have to see whether those price gains will be passed onto consumers in 2018," said Liu Xuezi, an analyst with Bank of Communications.

Raw material prices rose 8.1 percent in December year-on-year, slowing from the 9.7 percent increase in November, data from the statistics bureau showed.

China's industrial firms reported seven-month low earnings for November as demand and producer price gains eased, adding more pressure on companies saddled with debt.

In December, consumer inflation accelerated less than expected to 1.8 percent from a year earlier versus 1.7 percent in November. The consumer price index (CPI) had been expected to edge up to 1.9 percent.

The food price index declined 0.4 percent in December after falling 1.1 percent in November. Non-food prices rose 2.4 percent, compared with 2.5 percent in November.

Core inflation, which strips out volatile food and energy prices, slowed to 2.2 percent from 2.3 percent a month earlier.

**DISCLAIMER:**

*The information contained above is intended to provide general information and does not constitute or purports to be a financial advice, investment advice, trading advice, or any other advice. Any strategies, views or opinions expressed above are not intended to be presented as an offer or solicitation for the purchase or sale of any financial instrument. Client should seek personal professional advice before making any decisions. The client should ensure that financial instruments are suitable for his/her own individual objectives, financial situation and investment needs.*

*This report is prepared for the use of Alpha Gold Futures clients. The reproduction and redistribution of this material is strictly prohibited*

For 2017, CPI rose 1.6 percent, well within Beijing's annual target of 3 percent, while PPI surged 6.3 percent, ending a falling streak over the past five years.

"It's unlikely that CPI this year will surpass the government's comfort zone of 3 percent. I expect the central bank will stay put, under no pressure of resorting to monetary policy to contain modest inflation," Bank of Communications' Liu said.

China's economy is expected to have posted growth of 6.8 percent in 2017, up slightly from the previous year, supported by a construction boom and robust exports.

**U.K.** – British industry enjoyed solid growth in November, benefiting from a global upturn that has allowed the economy to outperform gloomy forecasts made after 2016's Brexit vote, although it still lags behind its international rivals.

The British economy grew more slowly than all other Group of Seven members in the first nine months of 2017 as consumer-facing sectors suffered from a surge in inflation caused by sterling's post-Brexit vote plunge.

With departure from the European Union set for March 2019, few economists think growth will improve this year.

But the latest official data signalled that industry remains a bright spot: Manufacturers recorded their fastest annual growth since March 2011 in the three months to the end of November, expanding by 3.9 percent year-on-year.

The sector, which accounts for around a tenth of British economic output, also posted its seventh consecutive monthly expansion - the longest unbroken run in more than 20 years.

The National Institute of Economic and Social Research (NIESR) said the figures pointed to GDP growth of 0.6 percent in the last quarter of 2017, which would be the strongest of the year and would lift full-year growth to 1.8 percent.

The Bank of England said in November it expected growth to stick at 0.4 percent in the last three months of the year, after it raised its key interest rate for the first time since 2007.

If growth turns out faster, it might boost the chance of the BoE raising rates again in May rather than later in 2018 as most economists expect.

Financial markets were unmoved by the data, however.

"The UK will need more than just strong industrial production figures though if it is to fare well," said Christian Jaccarini, economist at the Centre for Economics and Business Research consultancy.

Construction output in the three months to November contracted 2.0 percent compared with the previous three months, the biggest dip since August 2012, the Office for National Statistics said.

Earlier on Wednesday, the British Chambers of Commerce said the economy looked set for an "underwhelming" 2018, with business subdued ahead of Brexit and reluctant to invest, according to its quarterly survey - the largest of its type.

The ONS said industrial output rose by a monthly 0.4 percent in November, compared with 0.2 percent in October, the ONS said, spurring an annual rise of 2.5 percent. Economists taking part in a Reuters poll had expected to see output rise 0.3 percent on the month and 1.8 percent on the year.

"There was strong and widespread growth across (British) manufacturing with notable increases from renewable energy projects, boats, planes and cars for export," ONS statistician Ole Black said.

Goods export volumes in the three months to November were 9.1 percent higher than the same period in 2016, though the goods trade deficit exceeded all forecasts in a Reuters poll.

Other countries are doing better. German industrial output rose by 3.4 percent in November alone, its biggest gain since 2009 and one which puts the economy there on track for growth of at least 2.2 percent last year.

Figures for Britain's services sector - which is around eight times the size of manufacturing and has been growing slowly - are due out on Jan. 26.

Wednesday's data showed Britain's total trade deficit, which includes goods and services, hit a five-month high of 2.8 billion pounds in November.

**U.S.** – Chicago Federal Reserve Bank President Charles Evans on Wednesday said that in late 2017 when the rest of his Fed colleagues decided to raise interest rates for a third time, he wanted to wait until mid-2018.

While most of his colleagues believe that a strengthening labor market will boost inflation this year, justifying higher interest rates, Evans said he has seen that forecast for several years running and it has not panned out.

"I'd feel a lot more confident if I saw those transitory reductions in the inflation rate go away," he said in his first public remarks of 2018.

He added that he expects the U.S. economy to grow a touch faster than 2.5 percent this year, helped by recent tax cuts, and a touch slower than 2.5 percent next year, which is faster than trend growth and should allow the labor market to continue to strengthen.

Still, he said, "I do not yet think that we have gotten to a point where we have overshot" on full employment, he added, saying that wage growth would be faster if it had.

And, he said, he does not see much risk that the economy will accelerate faster than he is forecasting. If it does, he said, and inflation picks up, the Fed is able to deal with that problem by raising rates. But if inflation worsens with rates as low as they are, he said, the Fed has fewer tools to deliver stimulus.

Evans does not have a vote on the Fed's monetary policy-setting committee this year but takes part in its meetings, the next of which is to take place in late January. [\(Source Reuters, Research – @her1en\)](#)

**WEEKLY ECONOMIC CALENDAR**

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
<b>Mon/08-Jan-18</b>	05:30	AU	AiG Performance of Construction Index	Dec	52.8	--	57.5	
08-Jan - 18-Jan	N/A	CN	Foreign Direct Investment YoY CNY	Dec	-	--	90.7%	
	12:30	AU	Foreign Reserves	Dec	A\$85.4b	--	A\$85.8b	
	14:00	DE	Factory Orders MoM	Nov	-0.4%	0.0%	0.5%	0.7%
	14:00	DE	Factory Orders WDA YoY	Nov	8.7%	7.8%	6.9%	7.2%
	15:15	CH	CPI EU Harmonized MoM	Dec	0.2%	--	-0.3%	
	15:15	CH	CPI EU Harmonized YoY	Dec	1.1%	--	0.8%	
	15:15	CH	CPI MoM	Dec	0.0%	-0.1%	-0.1%	
	15:15	CH	CPI YoY	Dec	0.8%	0.8%	0.8%	
	16:30	EZ	Sentix Investor Confidence	Jan	32.9	31.3	31.1	
	17:00	EZ	Business Climate Indicator	Dec	1.66	1.5	1.49	
	17:00	EZ	Consumer Confidence	Dec F	0.5	0.5	0.5	
	17:00	EZ	Economic Confidence	Dec	116.0	114.8	114.6	
	17:00	EZ	Industrial Confidence	Dec	9.1	8.4	8.2	8.1
	17:00	EZ	Retail Sales MoM	Nov	1.5%	1.3%	-1.1%	
	17:00	EZ	Retail Sales YoY	Nov	2.8%	2.4%	0.4%	0.2%
	17:00	EZ	Services Confidence	Dec	18.4	16.5	16.3	16.4
<b>Tue/09-Jan-18</b>	00:40	US	Fed's Bostic Speaks on Economic Outlook in Atlanta					
	01:35	US	Fed's Williams Speaks at Inflation Targeting Conference					
	03:00	US	Consumer Credit	Nov	\$27.951b	\$17.800b	\$20.519b	\$20.532b
	04:00	US	Fed's Rosengren Speaks at Inflation Targeting Conference					
	07:00	JP	Labor Cash Earnings YoY	Nov	0.9%	0.6%	0.6%	0.2%
	07:00	JP	Real Cash Earnings YoY	Nov	0.1%	-0.1%	0.2%	-0.1%
	07:30	AU	Building Approvals MoM	Nov	11.7%	-1.3%	0.9%	-0.1%
	07:30	AU	Building Approvals YoY	Nov	17.1%	4.6%	18.4%	17.5%
	12:00	JP	Consumer Confidence Index	Dec	44.7	45	44.9	
	13:45	CH	Unemployment Rate	Dec	3.3%	3.2%	3.1%	
	13:45	CH	Unemployment Rate SA	Dec	3.0%	3.0%	3.0%	3.1%
	14:00	DE	Current Account Balance	Nov	25.4b	25.5b	18.1b	
	14:00	DE	Exports SA MoM	Nov	4.1%	1.2%	-0.4%	-0.3%
	14:00	DE	Imports SA MoM	Nov	2.3%	0.4%	1.8%	
	14:00	DE	Industrial Production SA MoM	Nov	3.4%	1.8%	-1.4%	-1.2%
	14:00	DE	Industrial Production WDA YoY	Nov	5.6%	3.9%	2.7%	2.8%
	14:00	DE	Trade Balance	Nov	23.7b	21.3b	18.9b	
	15:15	CH	Retail Sales Real YoY	Nov	-0.2%	-2.5%	-3.0%	-2.6%
	17:00	EZ	Unemployment Rate	Nov	8.7%	8.7%	8.8%	
	20:15	CA	Housing Starts	Dec	217k	211k	252.2k	251.7k
	22:00	US	Fed's Kashkari Speaks on Moderated Panel					
<b>Wed/10-Jan-18</b>	06:00	KR	Unemployment rate SA	Dec	3.6%	3.7%	3.7%	
	08:30	CN	CPI YoY	Dec	1.8%	1.9%	1.7%	
	08:30	CN	PPI YoY	Dec	4.9%	4.8%	5.8%	
	16:30	GB	Construction Output SA MoM	Nov	0.4%	0.8%	-1.7%	-1.1%
	16:30	GB	Construction Output SA YoY	Nov	0.4%	-1.0%	-0.2%	1.3%
	16:30	GB	Industrial Production MoM	Nov	0.4%	0.4%	0.0%	0.2%
	16:30	GB	Industrial Production YoY	Nov	2.5%	1.8%	3.6%	4.3%
	16:30	GB	Manufacturing Production MoM	Nov	0.4%	0.3%	0.1%	0.3%
	16:30	GB	Manufacturing Production YoY	Nov	3.5%	2.8%	3.9%	4.7%
	16:30	GB	Trade Balance	Nov	-£2804	-£1500	-£1405	-£2270
	16:30	GB	Trade Balance Non EU GBP/Mn	Nov	£4675	-£2600	-£2382	-£3374
	16:30	GB	Visible Trade Balance GBP/Mn	Nov	-£12231	-£10950	-£10781	-£11677
	20:00	GB	NIESR GDP Estimate	Dec	0.6%	0.5%	0.5%	0.6%
	21:00	US	Fed's Evans Discusses Economy and Policy Outlook					
	22:30	US	DOE Cushing OK Crude Inventory	Jan-05	-2395k	--	-2441k	
	22:30	US	DOE U.S. Crude Oil Inventories	Jan-05	-4948k	-3750k	-7419k	
	22:30	US	DOE U.S. Distillate Inventory	Jan-05	4245k	2250k	8899k	

	22:30	US	DOE U.S. Gasoline Inventories	Jan-05	4135k	3550k	4813k	
<b>Thu/11-Jan-18</b>	01:30	US	Fed's Bullard Speaks on U.S. Economic Outlook in St. Louis					
	06:50	JP	Official Reserve Assets	Dec		--	\$1261.2b	
	07:30	AU	Retail Sales MoM	Nov		--	0.5%	
	12:00	JP	Coincident Index	Nov P		117.9	116.4	
	12:00	JP	Leading Index CI	Nov P		108.6	106.5	
	16:00	DE	GDP NSA YoY	2017		--	1.9%	
	16:30	GB	Bank of England Credit Conditions & Bank Liabilities Surveys					
	17:00	EZ	Industrial Production SA MoM	Nov		0.6%	0.2%	
	17:00	EZ	Industrial Production WDA YoY	Nov		--	3.7%	
	19:30	EZ	ECB account of the monetary policy meeting					
	20:30	US	Initial Jobless Claims	Jan-06		248k	250k	
	20:30	US	Continuing Claims	Dec-30		--	1914k	
	20:30	US	PPI Ex Food and Energy MoM	Dec		0.2%	0.3%	
	20:30	US	PPI Ex Food and Energy YoY	Dec		--	2.4%	
	20:30	US	PPI Ex Food, Energy, Trade MoM	Dec		--	0.4%	
	20:30	US	PPI Ex Food, Energy, Trade YoY	Dec		--	2.4%	
	20:30	US	PPI Final Demand MoM	Dec		0.2%	0.4%	
	20:30	US	PPI Final Demand YoY	Dec		--	3.1%	
	20:30	US	Revisions: Philadelphia Fed Manufacturing Index					
<b>Fri/12-Jan-18</b>	02:00	US	Monthly Budget Statement	Dec		-\$52.0b	-\$138.5b	
	03:30	US	Fed's Dudley Speaks on the U.S. Economic Outlook					
	06:50	JP	BoP Current Account Adjusted	Nov		¥2212.6b	¥2441.5b	
	06:50	JP	BoP Current Account Balance	Nov		¥1840.8b	¥2176.4b	
	06:50	JP	Trade Balance BoP Basis	Nov		¥321.8b	¥430.2b	
	N/A	JP	Eco Watchers Survey Current SA	Dec		55.2	55.1	
	N/A	JP	Eco Watchers Survey Outlook SA	Dec		53.5	53.8	
	N/A	CN	Exports YoY	Dec		9.8%	12.3%	
	N/A	CN	Exports YoY CNY	Dec		6.3%	10.3%	
	N/A	CN	Imports YoY	Dec		15.0%	17.7%	
	N/A	CN	Imports YoY CNY	Dec		11.3%	15.6%	
	N/A	CN	Trade Balance	Dec		\$38.00b	\$40.21b	
	N/A	CN	Trade Balance CNY	Dec		245.15b	263.60b	
	20:30	US	CPI Core Index SA	Dec		--	253.724	
	20:30	US	CPI Ex Food and Energy MoM	Dec		0.2%	0.1%	
	20:30	US	CPI Ex Food and Energy YoY	Dec		--	1.7%	
	20:30	US	CPI Index NSA	Dec		--	246.669	
	20:30	US	CPI MoM	Dec		0.2%	0.4%	
	20:30	US	CPI YoY	Dec		--	2.2%	
	20:30	US	Real Avg Hourly Earning YoY	Dec		--	0.2%	
	20:30	US	Real Avg Weekly Earnings YoY	Dec		--	0.8%	
	20:30	US	Retail Sales Advance MoM	Dec		0.3%	0.8%	
	20:30	US	Retail Sales Control Group	Dec		--	0.8%	
	20:30	US	Retail Sales Ex Auto and Gas	Dec		--	0.8%	
	20:30	US	Retail Sales Ex Auto MoM	Dec		0.4%	1.0%	
	22:00	US	Business Inventories	Nov		0.3%	-0.1%	
<b>Sat/13-Jan-18</b>	01:00	US	Baker Hughes U.S. Rig Count	Jan-12		--	924	
	04:15	US	Fed's Rosengren Gives Keynote Address at UC San Diego Conf					

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

## ASIAN STOCK INDICATORS – *Daily Outlook*

**Japan's Nikkei** share average took a breather on Wednesday after sharp gains, with some index-heavy stocks losing ground after the index hit a 26-year high in the previous session.

The Nikkei ended 0.3 percent lower at 23,788.20, staying slightly below its 26-year high of 23,952.61.

Index-heavy stocks such as chip equipment maker Tokyo Electron tumbled 1.7 percent and clothing store operator Fast Retailing shed 1.2 percent, contributing 35 negative points together to the Nikkei index.

The broader Topix, however, was up 0.2 percent at 1,892.11.

Financial companies, which invest in higher-yielding products such as foreign bonds, climbed, with the insurance sector and the banking sector both rising 1.3 percent.

Yields on the 10-year U.S. Treasury note reached a 10-month high on Tuesday, after the Bank of Japan said it would trim its purchases of Japanese government bonds.

Dai-ichi Life Holdings soared 2.6 percent, T&D Holdings added 1.8 percent, Mitsubishi UFJ Financial Group advanced 1.6 percent and Mizuho Financial Group gained 1.0 percent.

**South Korea's KOSPI** stock index weakened on Wednesday. The Korean won stepped down to a two-week closing low in the local platform while bond yields rose.

At 06:32 GMT, the KOSPI was down 10.48 points or 0.42 percent at 2,499.75. The benchmark index was hit by investor worries about the chip sector after Samsung Electronics' December-quarter profit guidance fell short of expectations.

The won was quoted at 1,071.9 per dollar on the onshore settlement platform, 0.45 percent weaker than its previous close at 1,067.1.

The KOSPI is up around 1.7 percent so far this year, and up by 1.06 percent in the previous 30 days.

The current price-to-earnings ratio is 12.10, the dividend yield is 1.28 percent and the market capitalisation is 1,242.04 trillion won.

The trading volume during the session on the KOSPI index was 440,082,000 shares, and of the total traded issues of 881, the number of advancing shares was 502.

Foreigners were net sellers of 277,748 million won worth of shares.

The Korean 3-month Certificate of Deposit benchmark rate was quoted at 1.66 percent, unchanged from its previous close, while the benchmark 3-year Korean treasury bond yielded 2.189 percent, higher than the previous day's 2.15 percent.

**Hong Kong** stocks extended their winning streak to a 12th day on Wednesday, aided by strong inflows from mainland China.

One-third of the daily quota under the Shanghai-Hong Kong Stock Connect was used up, as Chinese investors continued to buy Hong Kong shares at a steady pace.

At the close of trade, the Hang Seng index was up 62.31 points or 0.2 percent at 31,073.72. The Hang Seng China Enterprises index rose 0.27 percent to 12,289.17.

The sub-index of the Hang Seng tracking energy shares rose 1 percent while the IT sector dipped 0.85 percent, the financial sector was 0.57 percent higher and the property sector rose 0.26 percent.

So far this year, the Hang Seng index is up 3.65 percent, while China's H-share index is up 4.7 percent. As of the previous close, the Hang Seng has risen 3.65 percent this month.

The price-to-earnings ratio of the Hang Seng index was 14.14 as of the last full trading day while the dividend yield was 2.8 percent.

So far this week, the market capitalisation of the Hang Seng index has risen by 0.95 percent to HK\$20.43 trillion.

**China** shares extended their rally on Wednesday to close at the highest in seven weeks, climbing for a nine straight session, led by banking and consumer stocks.

China's producer prices rose at their slowest pace in 13 months in December, as the government's war against winter smog dented factory demand for raw materials. The country's consumer inflation accelerated less than expected to 1.8 percent in December from 1.7 percent previously.

At the close, the Shanghai Composite index was up 8.24 points or 0.24 percent at 3,422.14.

The blue-chip CSI300 index was up 0.45 percent, with its financial sector sub-index higher by 0.83 percent, the consumer staples sector up 1.28 percent, the real estate index up 0.17 percent and healthcare sub-index down 0.28 percent.

So far this year, the Shanghai stock index is up 3.23 percent, the CSI300 is up 4.4 percent this year, while China's H-share index listed in Hong Kong is up 4.7 percent.

About 20.91 billion shares were traded on the Shanghai exchange, roughly 133.9 percent of the market's 30-day moving average of 15.61 billion shares a day. The volume in the previous trading session was 19.15 billion.

As of 07:03 GMT, China's A-shares were trading at a premium of 26.67 percent over the Hong Kong-listed H-shares.

The price-to-earnings ratio of the Shanghai index was 15.38 as of the last full trading day while the dividend yield was 1.9 percent.

*(Source: Reuters, Research: rizal)*



## ASIA AND GLOBAL MARKET SPOT PRICE 2018

HIGH / LOW	.N225	.KS200	.HSI	.DJI	/.SPX	/.SSEC
<b>RECORD HIGH</b>	38915.87 (29/Dec/89)	339.59 (02/Nov/2017)	31958.41 (30/Oct/07)	25439.78 (09/Jan/2018)	2759.14 (09/Jan/2018)	6124.04400 (16/Oct./07)
<b>2017 HIGH</b>	23439.15 (13/Nov/2017)	339.59 (02/Nov/2017)	30199.69 (22/Nov/2017)	24876.07 (18/Dec/2017)	2694.97 (18/Dec/2017)	3450.49490 (14/Nov/2017)
<b>2018 HIGH</b>	23952.61 (09/Jan/2018)	332.70 (09/Jan/2018)	<b>31073.72</b> <b>(10/Jan/2018)</b>	25439.78 (09/Jan/2018)	2759.14 (09/Jan/2018)	<b>3422.14170</b> <b>(10/Jan/2018)</b>
<b>2018 LOW</b>	23506.33 (04/Jan/2018)	324.58 (04/Jan/2018)	30515.31 (02/Jan/2018)	24824.01 (02/Jan/2018)	2695.83 (02/Jan/2018)	3349.05200 (02/Jan/2018)
<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>RECORD LOW</b>	85.25 (06/Jul/50)	31.96 (16/Jun/98)	58.61 (31/Aug/67)	388.20 (17/Jan/55)	132.93 (23/Nov./82)	325.92200 (29/Jul/94)

### Closing Prices – 10 January 2018

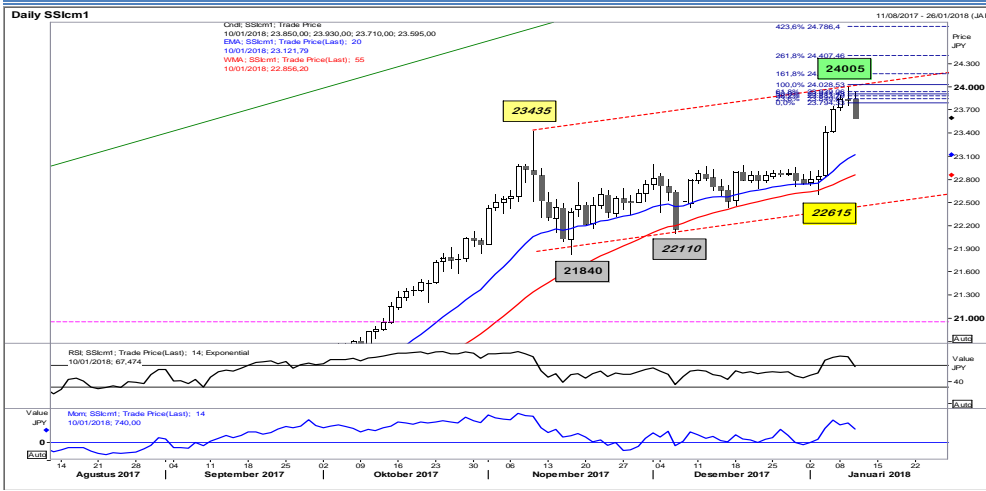
	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	25369.13	↓ 16.67/0.07%	.N225	23788.20	↓ 61.79/0.26%
/.SPX	2748.22	↓ 3.07/0.11%	.KS200	327.61	↓ 2.64/0.80%
/.IXIC	7153.572	↓ 10.006/0.14%	.HSI	31073.72	↑ 62.31/0.20%
JPY=	111.43	↓ 1.21/1.07%	/.SSEC	3422.14170	↑ 8.24210/0.24%
KRW=	1069.14	↓ 1.83/0.17%	/CLc1 (Oil)	63.50	↑ 0.02/0.03%

**DISCLAIMER:**

The information contained above is intended to provide general information and does not constitute or purports to be a financial advice, investment advice, trading advice, or any other advice. Any strategies, views or opinions expressed above are not intended to be presented as an offer or solicitation for the purchase or sale of any financial instrument. Client should seek personal professional advice before making any decisions. The client should ensure that financial instruments are suitable for his/her own individual objectives, financial situation and investment needs.

This report is prepared for the use of Alpha Gold Futures clients. The reproduction and redistribution of this material is strictly prohibited

**SSlamH8 (Nikkei Mar Futures) – Last Trading Date: 12 Mar 2018**



- Daily RSI near overbought area
  - Be aware of trend changes
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
10 Jan SSIpmH8	23755	23765	23550	215	23580	---	↓ 225	0.95	32897
10 Jan SSIamH8	23785	23850	23710	140	23805	23805	↓ 30	0.13	48393
09 Jan SSIpmH8	23850	23930	23765	165	23845	---	↑ 10	0.04	19224
09 Jan SSIamH8	23920	24005	23765	240	23835	23835	↑ 10	0.04	63122
08 Jan SSIpmH8	23850	23980	23810	170	23960	---	↑ 115	0.48	11955
08 Jan SSIamH8	23795	23900	23790	110	23845	23845	↑ 130	0.55	4956
05 Jan SSIpmH8	23735	23815	23705	110	23805	---	↑ 90	0.38	22683
05 Jan SSIamH8	23640	23750	23510	240	23715	23715	↑ 305	1.30	60688
04 Jan SSIpmH8	23435	23665	23420	245	23620	---	↑ 210	0.90	22544
04 Jan SSIamH8	23135	23490	23080	410	23410	23410	↑ 560	2.45	74302

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
24005	23550	24005	22615	22995	22015	24005	22615
(09/Jan)	(10/Jan)	(09/Jan)	(02/Jan)	(01/Dec)	(06/Dec)	(09/Jan)	(02/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	24786	Fibo Projections Chart (423.6%)
	24407	Fibo Projections Chart (261.8%)
	24173	Fibo Projections Chart (161.8%)
	24005	High 09/Jan/2018
<b>SUPPORT</b>	23790	Low on 1-Hourly Chart
	23540	Low on 1-Hourly Chart
	23400	Reaction Low on 1-Hourly Chart
	23205	Low on 1-Hour Chart
<b>RECOMMENDATION</b>	BUY	----
	SELL	23610
	STOP LOSS	23760
	TARGET	23410
		23360



**KSH8 (Kospi Mar Futures) – Exp. Date: 08 Mar 2018**



- The series rises to a high level in daily movement
  - Daily RSI near overbought area
  - The opening potential is a gap up
- [\(Research – rizal\)](#)

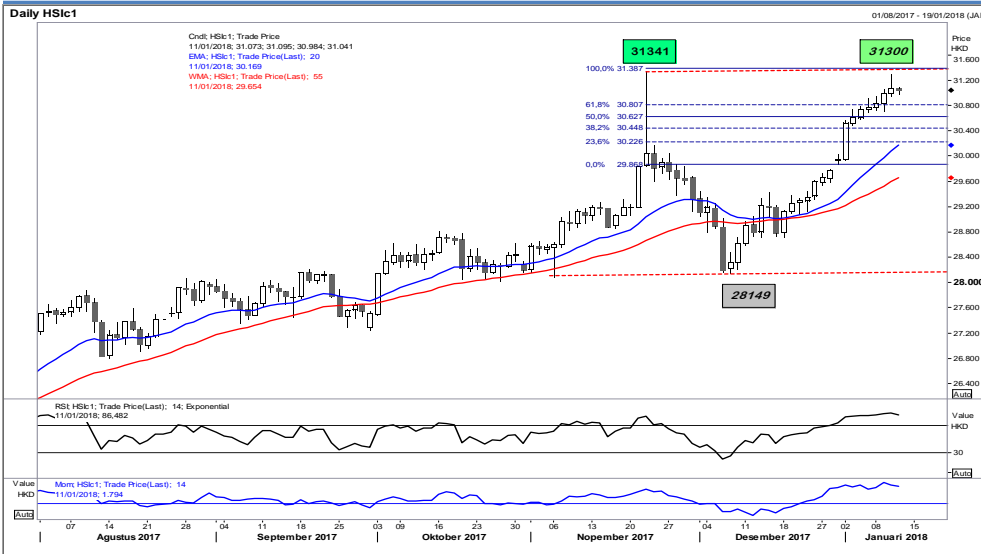
DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
10 Jan	331.85	331.95	328.05	3.90	328.35	328.35	↓ 2.60	0.79	254782
09 Jan	331.20	333.50	329.45	4.05	330.95	330.95	↓ 0.80	0.24	218883
08 Jan	331.40	332.65	329.25	3.40	331.75	331.75	↑ 2.30	0.70	220291
05 Jan	326.50	329.70	326.25	3.45	329.45	329.45	↑ 3.95	1.21	162652
04 Jan	329.95	330.15	325.05	5.10	325.50	325.50	↓ 2.70	0.82	226047
03 Jan	328.00	329.10	327.25	1.85	328.20	328.20	↑ 1.20	0.37	135886

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
333.50 (09/Jan)	328.05 (10/Jan)	333.50 (09/Jan)	325.05 (04/Jan)	331.35 (14/Dec)	317.35 (21/Dec)	333.50 (09/Jan)	325.05 (04/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	338.60	High 17/Nov/2017
	337.50	High 22/Nov/2017
	336.00	High 27/Nov/2017
	332.85	High on 1-Hourly Chart
<b>SUPPORT</b>	330.15	Reaction low on 1-H chart
	329.25	Low 08/Jan/2018
	326.25	Low 05/Jan/2018
	325.05	Low 04/Jan/2018
<b>RECOMMENDATION</b>	BUY	331.40
	SELL	----
	STOP LOSS	329.60
	TARGET	333.40
		333.90

## HSIF8 (Hang Seng Jan Futures) – Exp. Date: 30 Jan 2018



- The series goes up high on daily.
- Daily RSI is in the overbought zone.

[\(Research – riza\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	% CHANGE	VOLUME
10 Jan	31005	31300	30952	348	31072	31072	↑ 87	0.28	166527
09 Jan	30947	31058	30836	222	30985	30985	↑ 149	0.48	135741
08 Jan	30940	30950	30732	218	30836	30836	↑ 72	0.23	131330
05 Jan	30890	30912	30693	219	30764	30764	↑ 16	0.05	120994
04 Jan	30738	30795	30591	204	30748	30748	↑ 133	0.43	132471
03 Jan	30590	30750	30512	238	30615	30615	↑ 83	0.27	142623
02 Jan	30379	30512	30371	141	30532	30532	↑ 584	1.95	122832

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
31300	30732	31300	30371	30027	28149	31300	30371
(10/Jan)	(08/Jan)	(10/Jan)	(02/Jan)	(29/Dec)	(07/Dec)	(10/Jan)	(02/Jan)

### ANALYSIS & RECOMMENDATION

<b>RESISTANCE</b>	36305	Fibo.Projections Chart (423.6%)
	33846	Fibo.Projections Chart (261.8%)
	32326	Fibo.Projections Chart (161.8%)
	31341	High 22/Nov/2017
<b>SUPPORT</b>	30944	Low 10/Jan.2018
	30732	Low 08/Jan/2018
	30591	Low 04/Jan/2018
	30493	Low 03/Jan/2018
<b>RECOMMENDATION</b>	BUY	----
	SELL	31120
	STOP LOSS	31270
	TARGET	30910 30840

## CURRENCIES – Daily Outlook

### Dollar slips vs yen on report China may halt bond buys - Reuters News



The U.S. dollar fell to a more than six-week low against the Japanese yen and weakened against a basket of major currencies on Wednesday after a report that China was ready to slow or halt its U.S. Treasury purchases. Officials reviewing China's foreign-exchange holdings have recommended slowing or halting purchases of U.S. government bonds, Bloomberg News reported, citing people familiar with the matter.

The dollar was down 1.13 percent at 111.37 yen, after touching 111.29 yen, its weakest since late November.

"If the reports turn out to be true and China no longer sees Treasuries as an attractive option, the repercussions could be significant as the country is one of the biggest holders of U.S. debt," Craig Erlam, senior market analyst at OANDA in London, said in a note.

Against a basket of six major currencies, the dollar was down 0.23 percent.

"The Chinese are applying pressure to the Treasury market just as the Fed is about to step away from being the buyer of last resort," said Boris Schlossberg, managing director of FX strategy at BK Asset Management in New York.

"The dollar was already notably weak ahead of today, despite the fact that U.S. data remained strong and yields continued to rise," he said.

The dollar had slumped as the Bank of Japan's move to trim its purchases of long-dated government bonds (JGB) this week reverberated across currency markets. On Tuesday, the dollar fell 0.39 percent against the yen.

"All of last year there was this fantastic correlation between U.S. 10-year yields and dollar-yen and people put on what is known as pairs trades," said Greg Anderson, global head of FX strategy at BMO Capital Markets in New York.

"But that correlation has broken apart fantastically over the last couple of days. All those people that would have had that trade on are stopped out," he said.

The dollar rose against its Canadian counterpart and Mexico's peso after a Reuters report said Canada increasingly believes that U.S. President Donald Trump will soon announce his intention to withdraw from the North American Free Trade Agreement treaty.

The greenback was 0.65 percent higher against the loonie and up 0.47 percent against the Mexican peso. Sterling edged lower against the dollar, as investors locked in profits after a rally and showed reluctance to push it any higher until major new catalysts emerged. [\(Source Reuters, Research – @her1en\)](#)

**EUR/USD**

Interest Rate: 0.00% (EU)/1.25%-1.50% (US)



- With support area at 1.1775
  - Crucial resistance around 1.2254
- [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	1.19344	1.20168	1.19220	94,8	1.19462	↑11,0	1.19352
Jan 09	1.19671	1.19743	1.19145	59,8	1.19352	↓31,6	1.19668
Jan 08	1.20303	1.20510	1.19545	96,5	1.19668	↓79,8	1.20466
Jan 05	1.20703	1.20817	1.20194	62,3	1.20466	↓19,5	1.20661
Jan 04	1.20095	1.20876	1.20032	84,4	1.20661	↑53,2	1.20129

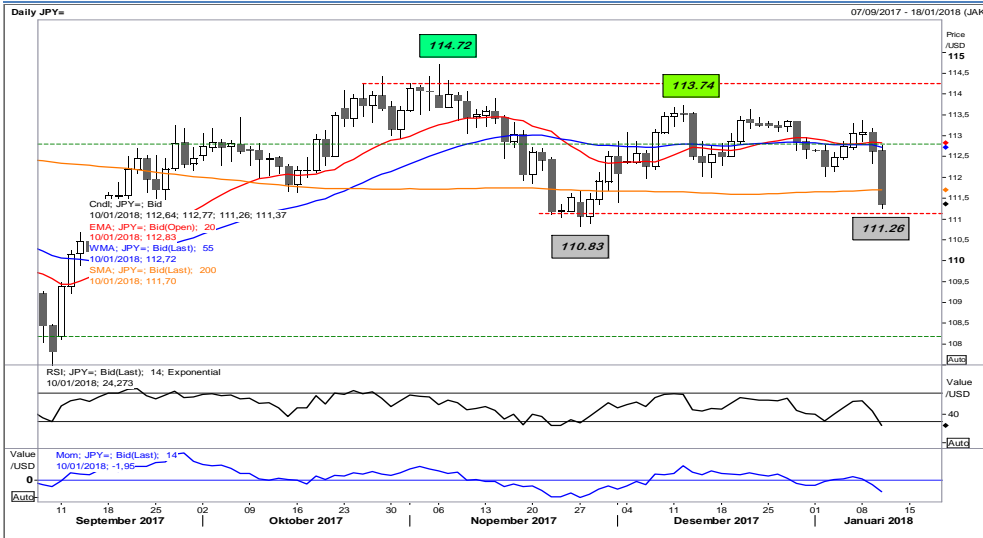
WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.20510 (08/Jan)	1.19145 (09/Jan)	1.20876 (04/Jan)	1.19145 (09/Jan)	1.20242 (29/Dec)	1.17163 (12/Dec)	1.20876 (04/Jan)	1.19145 (09/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	1.2352	Reaction high (High Dec 18, 2014)
	1.2254	Reaction high (High Dec 25, 2014)
	1.2092	Reaction high (High Sept 08)
<b>SUPPORT</b>	1.2017	High Jan 10
	1.1886	Low Dec 28
	1.1775	Low Dec 19
	1.1712	Low Nov 21
<b>RECOMMENDATION</b>	1.1658	Low Nov 14
	BUY	1.1925
	SELL	-----
	STOP LOSS	1.1850
	TARGET	1.2000
		1.2035

**USD/JPY**

Interest Rate: 1.25%-1.50% (US)/-0.1% (JP)



- The main resistance at 115.19, support 110.83
  - Daily RSI down
  - RSI enters the oversold zone, beware of trend changes.
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	112.611	112.773	111.258	151,5	111.417	↓ 120,6	112.623
Jan 09	113.140	113.168	112.355	81,3	112.623	↓ 44,9	113.072
Jan 08	113.104	113.376	112.870	50,6	113.072	↓ 5,1	113.123
Jan 05	112.765	113.296	112.711	58,5	113.123	↑ 38,6	112.737
Jan 04	112.532	112.853	112.477	37,6	112.737	↑ 24,4	112.493

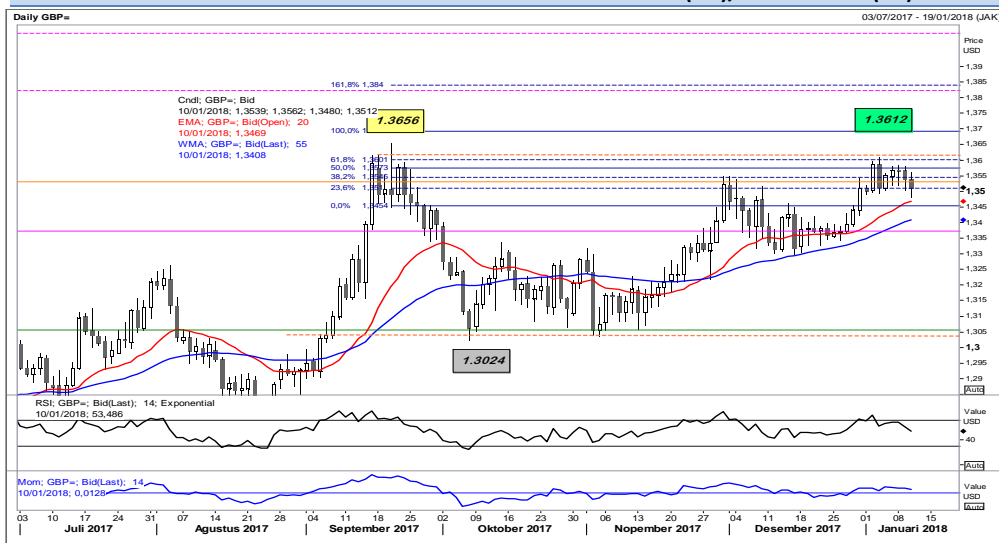
WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
113.376	111.258	113.376	111.258	113.739	111.394	113.376	111.258
(08/Jan)	(10/Jan)	(08/Jan)	(10/Jan)	(12/Dec)	(01/Dec)	(08/Jan)	(10/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	114.72	High 06/Nov/2017
	113.91	High 14/Nov/2017
	113.18	High 09/Jan/2017
	112.77	High 10/Jan/2017
<b>SUPPORT</b>	110.83	Low 27/Nov/2017
	109.54	Low 15/Sep/2017
	109.23	Low 12/Sep/2017
	108.12	Low 11/Sep/2017
<b>RECOMMENDATION</b>	BUY	----
	SELL	111.65
	STOP LOSS	112.45
	TARGET	110.65
		110.35

**GBP/USD**

Interest Rate: 0.50% (GB)/1.25%-1.50% (US)



- Daily RSI is down
- The main resistance at the 1.3656 level, support at the 1.3300 level

[\(Research - riza\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	1.35392	1.35610	1.34806	80,4	1.35050	↓ 33,8	1.35388
Jan 09	1.35681	1.35811	1.35040	77,1	1.35388	↓ 24,4	1.35632
Jan 08	1.35667	1.35843	1.35220	62,3	1.35632	↓ 2,0	1.35652
Jan 05	1.35467	1.35812	1.35221	59,1	1.35652	↑ 22,4	1.35428
Jan 04	1.35099	1.35586	1.35044	54,2	1.35428	↑ 33,0	1.35098

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.35843 (08/Jan)	1.34806 (10/Jan)	1.36115 (03/Jan)	1.34806 (10/Jan)	1.35483 (01/Dec)	1.33004 (15/Dec)	1.36115 (03/Jan)	1.34806 (10/Jan)

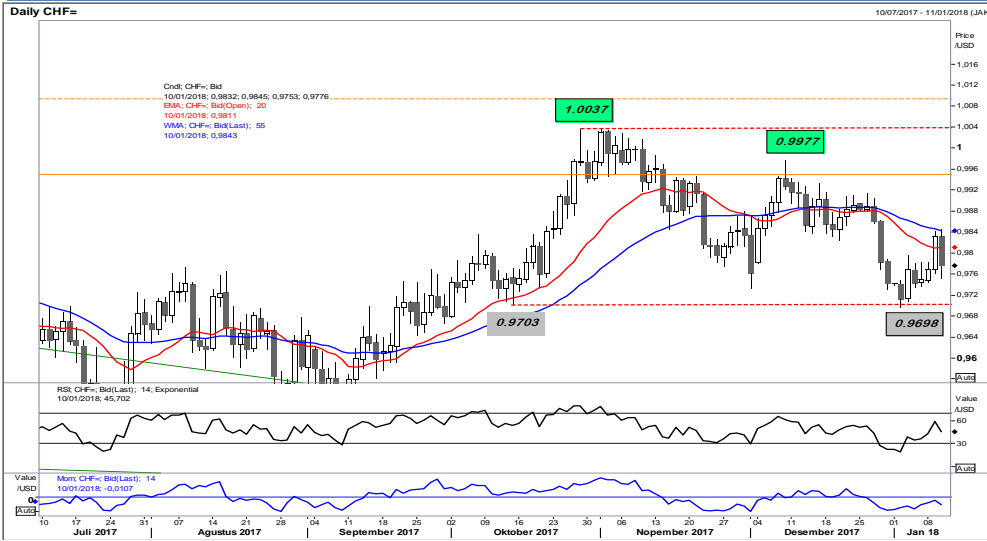
**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	1.4079	Fibo. Projections (261.8%)
	1.3840	Fibo. Projections (161.8%)
	1.3693	Fibo. Projections (100.0%)
	1.3656	High 20/Sep/2017
<b>SUPPORT</b>	1.3425	Low 29/Dec/2017
	1.3390	Low 28/Dec/2017
	1.3300	Reaction Low Low 15/Dec/2017 (Daily)
	1.3219	Low 28/Nov/2017
<b>RECOMMENDATION</b>	BUY	----
	SELL	1.3530
	STOP LOSS	1.3600
	TARGET	1.3430 1.3410



**USD/CHF**

Interest Rate: 1.25%-1.50% (US)/-1.25 to -0.25% (CH)



- Daily RSI is up
- Daily corrections
- The main resistance is 1.0170, support 0.9562  
[\(Research – riza!\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	0.98312	0.98444	0.97533	91,1	0.97791	↓ 41,4	0.98205
Jan 09	0.97710	0.98406	0.97644	76,2	0.98205	↑ 59,7	0.97608
Jan 08	0.97487	0.97831	0.97446	38,5	0.97608	↑ 7,5	0.97533
Jan 05	0.97444	0.97835	0.97382	45,3	0.97533	↑ 10,4	0.97429
Jan 04	0.97692	0.97793	0.97359	43,4	0.97429	↓ 27,3	0.97702

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.98444 (10/Jan)	0.97446 (08/Jan)	0.98444 (10/Jan)	0.96984 (02/Jan)	0.99765 (08/Dec)	0.97330 (29/Dec)	0.98444 (10/Jan)	0.96984 (02/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	1.0107	High 10/Apr/2017
	1.0099	High 11/May/2017
	0.9986	High 13/Nov/2017
	0.9863	High 28/Dec/2017
<b>SUPPORT</b>	0.9703	Reactions Low 13/Oct/2017 (Daily Chart)
	0.9668	Low 29/Sep/2017
	0.9562	Low 15/Sep/2017
	0.9545	Low 12/Sep/2017
<b>RECOMMENDATION</b>	BUY	0.9760
	SELL	----
	STOP LOSS	0.9700
	TARGET	0.9840 0.9860

## AUD/USD

Interest Rate: 1.5% (AU)/1.25%-1.50% (US)



- Daily RSI 14 on overbought area
- The main resistance at 0.8124, support 0.7625  
[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	0.78202	0.78661	0.78071	59,0	0.78408	↑ 17,9	0.78229
Jan 09	0.78374	0.78634	0.78063	57,1	0.78229	↓ 17,1	0.78400
Jan 08	0.78648	0.78714	0.78258	45,6	0.78400	↓ 26,4	0.78664
Jan 05	0.78609	0.78691	0.78338	35,3	0.78664	↑ 4,8	0.78616
Jan 04	0.78263	0.78651	0.78133	51,8	0.78616	↑ 27,5	0.78341

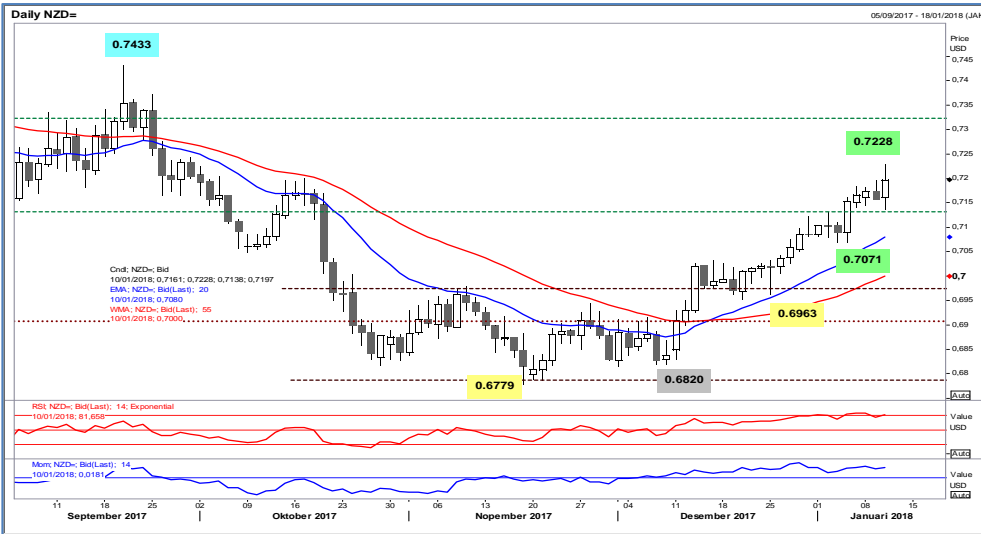
WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.78714 (08/Jan)	0.78063 (09/Jan)	0.78714 (08/Jan)	0.77935 (02/Jan)	0.78238 (29/Dec)	0.75002 (08/Dec)	0.78714 (08/Jan)	0.77935 (02/Jan)

### ANALYSIS & RECOMMENDATION

RESISTANCE	0.8162	Reaction high (High May 14, 2015)
	0.8124	High Sep 08
	0.8036	High Sep 21
	0.7897	Reaction high on daily chart (Oct 13)
SUPPORT	0.7792	Low Jan 02
	0.7721	Low Dec 27
	0.7625	Low Dec 14
	0.7528	Low June 14
RECOMMENDATION	BUY	-----
	SELL	0.7860
	STOP LOSS	0.7935
	TARGET	0.7785 0.7750

## NZD/USD

Interest Rate: 2.00% (NZ)/1.25%-1.50% (US)



- Correction in daily movement
- Daily RSI 14 on overbought area

[\(Research - @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	0.71522	0.72288	0.71388	90,0	0.71963	↑ 36,1	0.71602
Jan 09	0.71677	0.71959	0.71588	37,1	0.71602	↓ 11,4	0.71716
Jan 08	0.71666	0.71831	0.71542	28,9	0.71716	↓ 3,8	0.71754
Jan 05	0.71530	0.71855	0.71436	41,9	0.71754	↑ 21,3	0.71541
Jan 04	0.70880	0.71622	0.70719	90,3	0.71541	↑ 63,9	0.70902

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
0.72288	0.71388	0.72288	0.70438	0.71226	0.68191	0.72288	0.70438
(10/Jan)	(10/Jan)	(10/Jan)	(02/Jan)	(29/Dec)	(01/Dec)	(10/Jan)	(02/Jan)

### ANALYSIS & RECOMMENDATION

<b>RESISTANCE</b>	0.7524	High Aug 01
	0.7433	High Sept 20
	0.7374	High Sept 25
	0.7243	High Sept 29
<b>SUPPORT</b>	0.7071	Low Jan 02
	0.7027	Low Dec 27
	0.6952	Low Dec 20
	0.6899	Low Dec 12
<b>RECOMMENDATION</b>	BUY	-----
	SELL	0.7215
	STOP LOSS	0.7290
	TARGET	0.7140 0.7105

**EUR/JPY**

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



- Daily RSI down
  - The RSI is in the oversold zone.
  - Important resistance at 137.46, support 132.53
- [\(Research – rizal\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	134.399	134.531	133.050	148,1	133.112	↓132,1	134.433
Jan 09	135.396	135.448	134.023	142,5	134.433	↓89,8	135.331
Jan 08	136.078	136.294	135.101	119,3	135.331	↓95,4	136.285
Jan 05	136.121	136.608	136.052	55,6	136.285	↑24,2	136.043
Jan 04	135.154	136.340	135.138	120,2	136.043	↑87,6	135.167

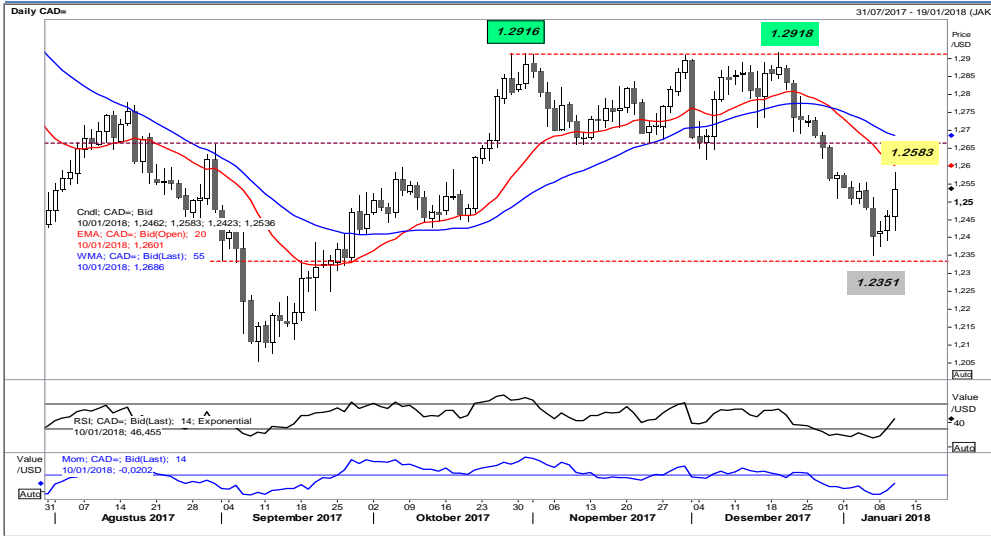
WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
136.294	133.050	136.608	133.050	135.489	132.024	136.608	133.050
(08/Jan)	(10/Jan)	(05/Jan)	(10/Jan)	(29/Dec)	(15/Dec)	(05/Jan)	(10/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	137.46	High 17/Sept/2015
	136.62	High 05/Jan/2018
	135.46	High 09/Jan/2018
	134.55	High 10/Jan/2018
<b>SUPPORT</b>	132.53	Low 30/Nov/2017
	131.71	Low 28/Nov/2017
	131.15	Low 20/Nov/2017
	130.59	Low 15/Sep/2017
<b>RECOMMENDATION</b>	BUY	----
	SELL	133.40
	STOP LOSS	134.20
	TARGET	132.40 132.10

**USD/CAD**

Interest Rate: 1.25%-1.50% (US)/1.00% (CA)



- Daily RSI is up.
- Be alert of changes in price movements.

[\(Research – rizal\)](#)

<b>WEEKLY OPEN</b>	<b>CURRENT PRICE</b>
<b>1.2413</b>	<b>1.2540</b>

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1.2583	1.2375	1.2583	1.2351	1.2918	1.2511	1.2583	1.2351
(10/Jan)	(08/Jan)	(10/Jan)	(05/Jan)	(19/Dec)	(29/Dec)	(10/Jan)	(05/Jan)

ANALYSIS & RECOMMENDATION		
<b>RESISTANCE</b>	1.2839	High 21/Dec/2017
	1.2780	Hourly Chart
	1.2661	High 28/Dec/2017
	1.2584	Reaction High 29/Dec/2017 (Daily Chart)
<b>SUPPORT</b>	1.2476	Reaction low on 1-Hourly Chart
	1.2393	Low 09/Jan/2018
	1.2326	Reaction Low 26/Sept/2017 (Daily Chart)
	1.2251	Low 22/Sep/2017
<b>RECOMMENDATION</b>	BUY	1.2510
	SELL	----
	STOP LOSS	1.2410
	TARGET	1.2630 – 1.2660

## Precious Metal – Daily Outlook

### Gold jumps on report China may slow U.S. Treasury buys - Reuters News



Gold rose on Wednesday, hitting its highest in nearly four months as the dollar swooned after a report that Chinese officials had recommended slowing or halting purchases of U.S. Treasury securities.

The dollar, already under pressure versus the Japanese yen after the Bank of Japan moved to trim its long-dated government bond purchases this week, was on track to post its biggest single-day drop against the yen in seven weeks. The greenback also lost

ground against a basket of major currencies.

Spot gold was up 0.5 percent at \$1,318.67 an ounce by 1:41 p.m. EST (1841 GMT). Its session high of \$1,326.56 was its highest since Sept. 15. U.S. gold futures for February delivery settled up \$5.60, or 0.4 percent, at \$1,319.30 per ounce.

U.S. Treasury yields jumped to 10-month highs after Bloomberg News reported that Chinese officials have recommended the country slow or halt its purchases of the U.S. bonds. Rising Treasury yields can pressure prices for gold, but the dollar's slide helped gold shrug off the impact.

The report "added pressure on the U.S. dollar and helped gold," said Bart Melek, head of commodity strategy at TD Securities in Toronto. "Gold did better, despite the fact that the yields across the curve moved higher," he said.

"With bond yields going up so steadily and looking like they're going higher that could be a bit of a headwind given the fact that gold is a non interest-bearing asset," said Bill O'Neill, partner, co-founder of LOGIC Advisors in Upper Saddle River, New Jersey.

A possible slow-down or halt to China purchasing U.S. Treasury yields could have significant repercussions, ONADA said in a note.

"The tightening effect of such measures would likely have an impact on how many times the Federal Reserve raises interest rates this year, which is why we've seen a corresponding drop in the dollar," OANDA said.

Among other metals, palladium dropped 1.5 percent at \$1,083.97 an ounce, after hitting a record high on Tuesday at \$1,111.40. Tightening emissions standards and a switch away from diesel cars to more palladium-heavy gasoline models has shored up demand expectations for the autocatalyst metal.

Platinum was up 0.9 percent at \$973.60 an ounce, after hitting a nearly four-month high of \$973.90.

Silver was up 0.4 percent at \$17.01 an ounce, after earlier drifting to \$16.86, its lowest since Dec. 29.

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



**GOLD (XAU/USD)**



- Resistance around 1339
  - Support area is around 1286
  - Daily RSI 14 on overbought area
- [\(Research – @her1en\)](#)

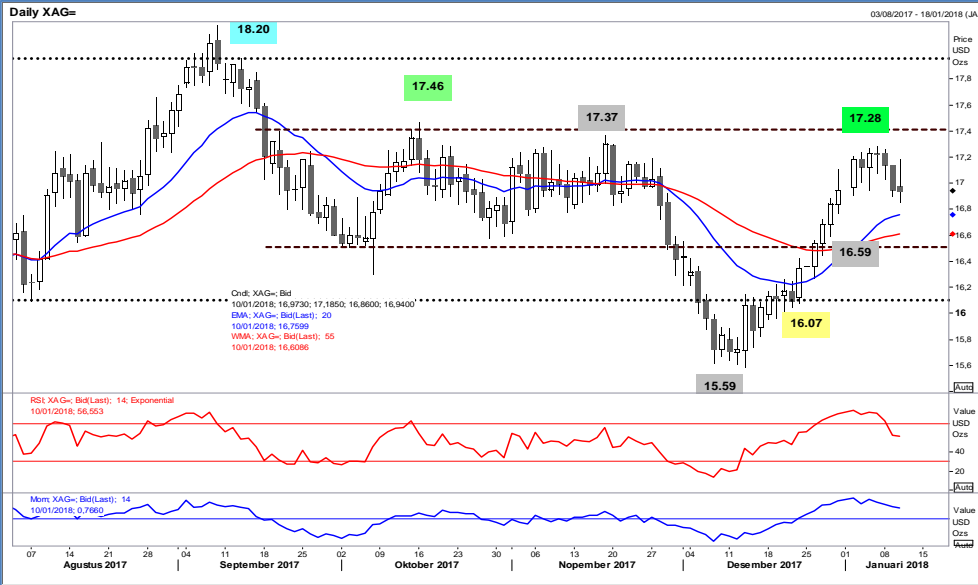
DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS	AM FIX	PM FIX
Jan 10	1311.490	1327.580	1308.080	19.50	1316.460	↑ 3.84	1312.620	1321.65	1319.75
Jan 09	1320.220	1320.240	1308.740	11.50	1312.620	↓ 7.64	1320.260	1314.95	1311.00
Jan 08	1320.290	1321.990	1314.650	7.34	1320.260	↓ 0.27	1320.530	1318.80	1319.95
Jan 05	1322.720	1323.250	1313.540	9.71	1320.530	↓ 2.02	1322.550	1317.90	1317.15
Jan 04	1312.840	1325.830	1305.750	20.08	1322.550	↑ 9.58	1312.970	1313.70	1314.50

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
1327.580	1308.080	1327.580	1304.100	1307.440	1236.320	1327.580	1304.100
(10/Jan)	(10/Jan)	(10/Jan)	(02/Jan)	(29/Dec)	(12/Dec)	(10/Jan)	(02/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	1357.54	High Sep 08
	1339.96	High Sep 11
	1334.36	Reaction high on daily chart (High Sep 15)
	1326.56	High Jan 10
<b>SUPPORT</b>	1307.90	Low Jan 10
	1302.45	Low Jan 02
	1293.49	Low Dec 29
	1286.58	Low Dec 27
<b>RECOMMENDATION</b>	BUY	-----
	SELL	1319.00
	STOP LOSS	1330.00
	TARGET	1309.00
		1304.00

**SILVER (XAG/USD)**



- With strong resistance at 17.85
- While the crucial support area is around 16.59
- Daily RSI 14 on overbought area [\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	16.941	17.172	16.891	0.28	16.950	FLAT	16.952
Jan 09	17.113	17.122	16.896	0.23	16.952	↓ 0.16	17.114
Jan 08	17.224	17.243	17.025	0.22	17.114	↓ 0.09	17.209
Jan 05	17.205	17.268	17.080	0.19	17.209	FLAT	17.209
Jan 04	17.110	17.258	16.968	0.29	17.209	↑ 0.09	17.114

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
17.243	16.891	17.268	16.891	17.096	15.602	17.268	16.891
(08/Jan)	(10/Jan)	(05/Jan)	(10/Jan)	(29/Dec)	(12/Dec)	(05/Jan)	(10/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	17.62	High Sept 18
	17.46	High Oct 16
	17.30	High Oct 20
	17.18	High Jan 10
<b>SUPPORT</b>	16.86	Low Jan 10
	16.77	Low Dec 29
	16.59	Low Dec 28
	16.45	Low Dec 27
<b>RECOMMENDATION</b>	BUY	-----
	SELL	17.00
	STOP LOSS	17.35
	TARGET	16.65 16.45

## OIL – Daily Outlook

### U.S. crude inventory fall buoys oil, worries about rally persist - Reuters News



Crude oil prices jumped on Wednesday and settled near three-year highs after U.S. government data showed a drop in crude inventories and production, even as fuel inventories rose.

U.S. crude inventories fell 4.9 million barrels last week, more than the 3.9-million decline forecast, but bigger-than-expected builds in gasoline and fuel stocks offset that drawdown, the Energy Information Administration reported.

The market was bolstered modestly by data showing a sharp decline in U.S. production last week. Analysts said that could

have been the result of extreme cold temperatures across the United States.

"The lower draw in crude oil stocks, combined with the strong builds in product stocks is bearish news for prices. But market participants could also use the sharp drop in production as an excuse to buy," said Carsten Fritsch, oil analyst at Commerzbank AG in Frankfurt, Germany.

U.S. West Texas Intermediate (WTI) crude futures settled at \$63.57 a barrel, up 61 cents, or 1 percent, their highest settlement since December of 2014. Earlier in the session, prices hit \$63.67, their highest since Dec. 9, 2014.

Brent crude futures settled at \$69.20 a barrel, up 38 cents. The session high for the global benchmark was \$69.37, highest since May 2015.

The oil market has been buoyant for weeks, with U.S. crude futures at highs not seen since late 2014, and Brent crude less than \$1 per barrel away from a similar milestone.

Oil prices have surged more than 13 percent since early December, and there are indications of overheating. Analysts warned the market is not paying enough attention to U.S. production increases.

A broad, global market rally, including stocks, has also fed investment into oil futures. Also, the dollar fell in a broad sell-off after a report that China was ready to slow or halt its U.S. treasury purchases. A weaker dollar generally boosts oil, which is priced in the U.S. currency.

"When it comes to hedge fund buying in general the commodities trade is front-and-center and that momentum is building for oil," said Rob Thummel, portfolio manager at energy investment manager Tortoise in Leawood, Kansas.

The rally has brought out some concerns that the market could overheat, especially as U.S. production is expected to rise to new records.

On Tuesday, the EIA boosted output expectations, saying it now sees overall production at record highs, surpassing 11 million barrels per day (bpd) by 2019.

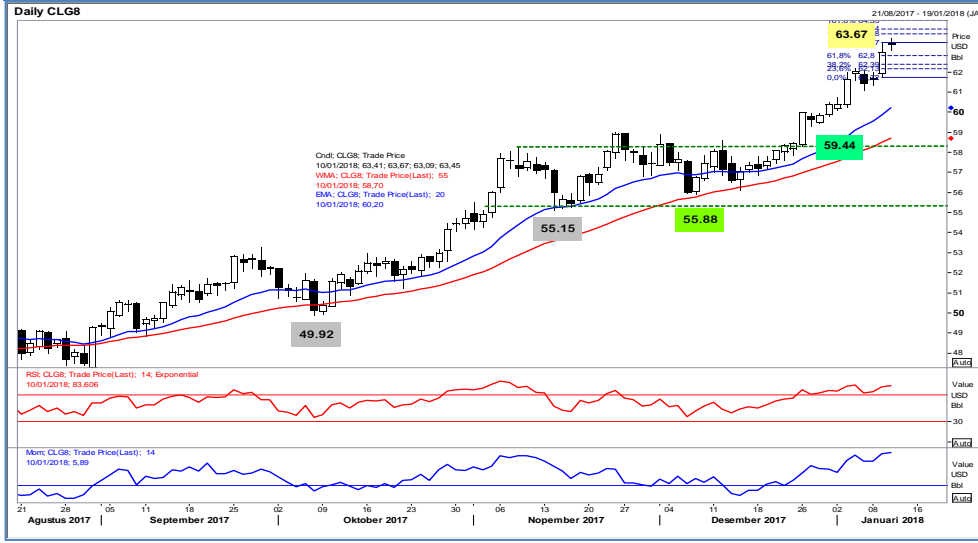
U.S. crude oil production is expected to hit 10 million bpd next month, behind only Russia and Saudi Arabia.

Members of the Organization of the Petroleum Exporting Countries fear current price gains could prompt U.S. shale oil companies to flood the market. OPEC, along with non-members including Russia, have extended through the end of this year a deal to cut supply by 1.8 million bpd.

*(Source Reuters, Research – @her1en)*

**CLG8/USD (OIL)**

(Exp.: 22 Jan. 2018 - Reuters)



- Daily RSI is up, on overbought area
- Correction in daily movement
- Important resistance at 65.93 support at 60.28.

[\(Research – @her1en\)](#)

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	CHANGE	PREVIOUS
Jan 10	63.39	63.65	63.08	0.57	63.48	↑ 0.02	63.46
Jan 09	61.90	63.46	61.79	1.67	63.46	↑ 1.57	61.89
Jan 08	61.62	61.95	61.32	0.63	61.89	↑ 0.31	61.58
Jan 05	61.88	62.02	61.09	0.93	61.58	↓ 0.31	61.89
Jan 04	61.93	62.19	61.58	0.61	61.89	↓ 0.03	61.92

WEEKLY		JANUARY		DECEMBER		2018	
HIGH	LOW	HIGH	LOW	HIGH	LOW	HIGH	LOW
63.65	61.32	63.65	60.10	60.48	55.80	63.65	60.10
(10/Jan)	(08/Jan)	(10/Jan)	(02/Jan)	(29/Dec)	(07/Dec)	(10/Jan)	(02/Jan)

**ANALYSIS & RECOMMENDATION**

<b>RESISTANCE</b>	71.66	Fibo Projections in daily chart (423.6%)
	66.54	Fibo Projections in daily chart (261.8%)
	65.93	Fibo Projections in daily chart
	64.14	Fibo Projections in daily chart
<b>SUPPORT</b>	61.80	Low Jan 09
	60.28	Low Jan 03
	59.82	Low Dec 29
	58.32	Low Dec 26
<b>RECOMMENDATION</b>	BUY	63.25
	SELL	-----
	STOP LOSS	62.05
	TARGET	64.65
		65.15