

Daily Outlook

GLOBAL STOCK INDEX

<u>DJIA</u>	<p>The benchmark S&P 500 edged lower on Tuesday, as investors paused in the wake of a rally buoyed by hopes of a trade deal between the United States and China that sent the three main U.S. stock indexes to record highs in the previous session.</p> <p>While there was growing optimism over a deal, investors have also shown caution, pushing up value stocks over growth names over the past few sessions. The Russell 1000 value index has climbed nearly 2% over the past three sessions compared to a gain of 0.8% for the Russell 1000 growth index. Keeping some tentativeness intact, China is pushing President Donald Trump to remove more tariffs as part of the “phase one” deal, which may be signed this month, according to latest reports.</p> <p>Financials, a big weight for value stocks, rose 0.42% as benchmark U.S. Treasury yields hit a six-week high and energy, gained 0.45% as oil climbed more than 1% as the best performing S&P sectors. The rate-sensitive real estate sector dropped 1.76%.</p> <p>The Dow Jones Industrial Average rose 30.52 points, or 0.11%, to 27,492.63, the S&P 500 lost 3.65 points, or 0.12%, to 3,074.62 and the Nasdaq Composite added 1.48 points, or 0.02%, to 8,434.68. The S&P 500 and the Nasdaq closed at record highs for a second session on Monday, while the Dow hit a record high for the first time since July.</p> <p>Apart from hopes of a resolution to the trade war, stocks have received a boost from a largely better-than-expected third-quarter earnings season, the Federal Reserve’s interest rate cut and upbeat economic data.</p> <p>Data on Tuesday showed the reading on the ISM services index improved to 54.7 in October from 52.6 in September, above expectations of 53.4, according to economists polled by Reuters, easing concerns that a slowdown in the manufacturing sector was spreading to other parts of the economy.</p>
<u>Nikkei</u>	<p>Japan’s benchmark Nikkei share average leaped to 13-month highs on Tuesday after a long weekend, as U.S. and Chinese trade negotiators moved closer to sealing a preliminary deal and upbeat Wall Street stocks lifted investor sentiment.</p> <p>Broad-based buying sparked a 1.8% rally in the Nikkei average to 23,251.99, its highest close since Oct. 10 of last year. The broader Topix advanced 1.7% to 1,694.16, its best finish in more than a year.</p> <p>On Monday, all three major stock indexes on Wall Street finished at record highs on increasing signs the United States and China are inching closer to a truce in their trade war and on optimism solid consumer-driven growth will underpin the U.S. economy.</p> <p>U.S. S&P 500 futures gained as much as 0.3% in Asian trade on Tuesday after the Financial Times reported that the United States is considering dropping some tariffs on China. They were last up 0.2%.</p> <p>China is pushing U.S. President Donald Trump to remove more tariffs imposed in September as part of a “phase one” U.S.-China trade deal, expected to be signed later this month, people familiar with the negotiations said on Monday.</p> <p>The report came after Beijing and Washington spoke of progress in trade talks on Friday and U.S. Commerce Secretary Wilbur Ross said licenses for U.S. companies to sell components to China’s Huawei Technologies will come “very shortly”.</p> <p>“Political uncertainties are receding. That means those who had held off their activities, both in the real economy and financial markets, are getting active,” said Masaru Ishibashi, joint general manager of trading at Sumitomo Mitsui Bank.</p> <p>On the data front, U.S. non-farm payrolls released on Friday slowed less than expected in October as the drag from a strike at General Motors was offset by gains elsewhere, offering some assurance that consumers would continue to support the slowing economy.</p> <p>In Tokyo, China- and semiconductor-related companies led the gains on Tuesday.</p>
<u>Kospi</u>	<p>South Korean shares closed at their highest since early-May on Tuesday on increasing signs that the United States and China moved closer to a trade truce.</p> <p>US Commerce Secretary Wilbur Ross said that very good progress was being made towards completing a phase one trade agreement with China and he was hopeful that it would be a precursor to a much more robust agreement</p> <p>The Seoul stock market's main KOSPI rose 12.40 points, or 0.58 per cent, to 2,142.64, rising for the fourth straight session.</p> <p>Foreigners were net buyers of US\$285.29 million worth of shares on the main board, the most since July 11.</p> <p>The KOSPI has risen 4.98 per cent so far this year, and gained 2.4 per cent in the previous 30 trading sessions.</p> <p>The trading volume during the session in the KOSPI index was 393.86 million shares and, of the total traded issues of 903, the number of advancing shares was 503.</p>

Hang Seng & Shanghai

➤ Hong Kong stocks rose for a fourth straight session on Tuesday, helped by hopes of more stimulus to arrest cooling growth on the mainland and the island city and signs of progress in Sino-U.S. trade talks. The Hang Seng index rose 0.5%, to 27,683.40, while the China Enterprises Index gained 0.6%, to 10,877.63.

Both indexes gained for the fourth day in a row.

China’s central bank cut the interest rate on its one-year medium-term lending facility loans on Tuesday for the first time since early 2016, as policymakers work to prop up a slowing economy hit by weaker demand at home and abroad.

Analysts said the cut, while modest, may be a sign the central bank is turning more proactive and is looking to ease investor worries that higher inflation will prevent it from delivering fresh stimulus measures.

The cut came after a private survey showed China’s services sector activity expanded at its slowest pace in eight months in October as new orders slowed and business confidence hit a 15-month low.

On the island city, business activity in the private sector fell to its weakest in 21 years in October, weighed down by anti-government protests and softening global demand, according to an IHS Markit survey published on Tuesday.

That could prompt the island’s government to take further stimulative measures to bolster faltering growth.

Developments in Sino-U.S. trade talks remained in focus, with China pushing U.S. President Donald Trump to remove more tariffs imposed in September as part of a “phase one” U.S.-China trade deal, people familiar with the negotiations said on Monday.

Global trade barriers must be removed, and countries should uphold basic multilateral trade principles while standing firm against protectionism, Chinese President Xi Jinping said on Tuesday.

➤ Chinese stocks extended a rally into a third session on Tuesday, as investors cheered Beijing’s latest policy easing to boost the economy after a private survey showed sluggish growth in the domestic services sector.

The blue-chip CSI300 index ended up 0.6% at 4,002.81, while the Shanghai Composite Index added 0.5% at 2,991.56.

The Shanghai SE 50 index, dubbed China’s “Nifty 50” index, which tracks the 50 most representative heavyweights on the Shanghai Stock Exchange, climbed as much as 1.0% to its highest level since February 2018.

China’s central bank cut the interest rate on its medium-term lending facility (MLF) on Tuesday for the first time since early 2016, as policymakers work to prop up a slowing economy hit by weaker demand at home and abroad.

Some analysts said Tuesday’s reduction, though modest, may be a sign the central bank is turning more proactive.

The cut came after a private survey showed China’s services sector activity expanded at its slowest pace in eight months in October as new orders slowed and business confidence hit a 15-month low.

Beijing has been counting on the services sector, which accounts for more than half of China’s economy, to partly offset sluggish domestic and global demand for manufactured products as a prolonged trade war with the United States drags on.

Developments in Sino-U.S. trade talks remained in focus, with China pushing U.S. President Donald Trump to remove more tariffs imposed in September as part of a “phase one” U.S.-China trade deal, people familiar with the negotiations said on Monday.

Global trade barriers must be removed, and countries should uphold basic multilateral trade principles while standing firm against protectionism, Chinese President Xi Jinping said on Tuesday.

Closing Prices – 05 November 2019

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	27492.63	↑ 30.52/0.11%	.N225	23251.99	↑ 401.22/1.76%
/.SPX	3074.62	↓ 3.65/0.12%	.KS200	2142.64	↑ 12.40/0.58%
/.IXIC	8434.68	↑ 1.48/0.02%	.HSI	27683.40	↑ 136.10/0.49%
.JPY=	109.15	↑ 0.56/0.52%	/.SSEC	2991.56	↑ 16.07/0.54%
.KRW=	1157.45	↓ 1.78/0.15%	/CLc1 (Oil)	57.25	↑ 0.74/1.31%

ECONOMIC INDICATORS

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
01-Nov - 07-Nov	N/A	JP	Official Reserve Assets	Oct		--	\$1322.6b	
Mon/04-Nov-19	All	JP	Bank Holiday (Culture Day)					
	07:00	AU	Melbourne Institute Inflation MoM	Oct	0.1%	--	0.1%	
	07:00	AU	Melbourne Institute Inflation YoY	Oct	1.5%	--	1.5%	
	07:01	GB	Lloyds Business Barometer	Oct	6	--	2	
	07:30	AU	Retail Sales Ex Inflation QoQ	3Q	-0.1%	0.3%	0.2%	
	07:30	AU	Retail Sales MoM	Sep	0.2%	0.4%	0.4%	
	13:45	CH	SECO Consumer Confidence	Oct	-10.4	-8	-8	
	15:00	EZ	ECB's Hernandez de Cos to speak in Madrid					
	15:55	DE	Markit/BME Germany Manufacturing PMI	Oct F	42.1	41.9	41.9	
	16:00	EZ	Markit Eurozone Manufacturing PMI	Oct F	45.9	45.7	45.7	
	16:30	GB	Markit/CIPS UK Construction PMI	Oct	44.2	44.1	43.3	
	16:30	EZ	Sentix Investor Confidence	Nov	-4.5	-13.8	-16.8	
	21:30	GB	U.K. House of Commons holds election for new speaker					
	22:00	US	Cap Goods Orders Nondef Ex Air	Sep F	-0.6%	--	-0.5%	
	22:00	US	Cap Goods Ship Nondef Ex Air	Sep F	-0.7%	--	-0.7%	
	22:00	US	Durable Goods Orders	Sep F	-1.2%	-1.1%	-1.1%	
	22:00	US	Durables Ex Transportation	Sep F	-0.4%	-0.3%	-0.3%	
	22:00	US	Factory Orders	Sep	-0.6%	-0.5%	-0.1%	
	22:00	US	Factory Orders Ex Trans	Sep	-0.1%	--	0.0%	
Tue/05-Nov-19	01:30	EZ	ECB President Lagarde Speaks in Berlin					
	04:00	KR	Foreign Reserves	Oct	\$406.32b	\$403.1b	\$403.32b	
	04:30	AU	AiG Perf of Services Index	Oct	54.2	--	51.5	
	05:00	AU	CBA Australia PMI Composite	Oct F	50.0	--	50.7	
	05:00	AU	CBA Australia PMI Services	Oct F	50.0	--	50.8	
	05:00	US	Fed's Daly Speaks in New York					
	06:50	JP	Monetary Base End of period	Oct	¥523.0t	--	¥520.4t	
	06:50	JP	Monetary Base YoY	Oct	3.1%	--	3.0%	
	07:30	HK	Markit Hong Kong PMI	Oct	39.3	42.5	41.5	
	08:45	CN	Caixin China PMI Composite	Oct	52.0	--	51.9	
	08:45	CN	Caixin China PMI Services	Oct	51.1	51.1	51.3	
	10:30	AU	RBA Cash Rate Target	Nov-05	0.75%	0.75%	0.75%	
	16:00	EZ	ECB's Villeroy speaks in Lyon, France					
	16:30	GB	Markit/CIPS UK Composite PMI	Oct	50.0	49.4	49.3	
	16:30	GB	Markit/CIPS UK Services PMI	Oct	50.0	49.7	49.5	
	16:30	GB	Official Reserves Changes	Oct	--	--	\$475m	
	17:00	EZ	PPI MoM	Sep	0.1%	0.1%	-0.5%	
	17:00	EZ	PPI YoY	Sep	-1.2%	-1.2%	-0.8%	
	20:30	US	Trade Balance	Sep	-\$52.50b	-\$52.5b	-\$54.9b	-\$55.0b
	21:45	US	Markit US Composite PMI	Oct F	50.9	--	51.2	
	21:45	US	Markit US Services PMI	Oct F	50.6	51.1	51	
	22:00	US	ISM Non-Manufacturing Index	Oct	54.7	53.4	52.6	
Wed/06-Nov-19	00:40	US	Dallas Fed's Kaplan Speaks in Dallas					
	04:45	NZ	Average Hourly Earnings QoQ	3Q	--	--	1.1%	
	04:45	NZ	Employment Change QoQ	3Q	--	--	0.8%	
	04:45	NZ	Employment Change YoY	3Q	--	--	1.7%	
	04:45	NZ	Participation Rate	3Q	--	--	70.4%	
	04:45	NZ	Pvt Wages Ex Overtime QoQ	3Q	--	--	0.8%	
	04:45	NZ	Pvt Wages Inc Overtime QoQ	3Q	--	--	0.8%	
	04:45	NZ	Unemployment Rate	3Q	--	4.2%	3.9%	
	06:00	KR	BoP Current Account Balance	Sep	--	--	\$5265.6m	
	06:00	KR	BoP Goods Balance	Sep	--	--	\$4768.3m	
	06:00	US	Fed's Kashkari Speaks in Minneapolis					
	06:50	JP	BOJ Minutes of September Policy Meeting					
	07:30	JP	Jibun Bank Japan PMI Composite	Oct F	--	--	49.8	
	07:30	JP	Jibun Bank Japan PMI Services	Oct F	--	--	50.3	
	14:00	DE	Factory Orders MoM	Sep	--	--	-0.6%	
	14:00	DE	Factory Orders WDA YoY	Sep	--	--	-6.7%	
	15:55	DE	Markit Germany Services PMI	Oct F	--	--	51.2	
	15:55	DE	Markit/BME Germany Composite PMI	Oct F	--	--	48.6	
	16:00	EZ	ECB Vice-President Guindos Speaks in Frankfurt					
	16:00	EZ	Markit Eurozone Composite PMI	Oct F	--	--	50.2	
	16:00	EZ	Markit Eurozone Services PMI	Oct F	--	--	51.8	
	16:15	EZ	SSM's Enria Speaks in Frankfurt					
	16:30	EZ	ECB's Mersch Speaks in Panel in Frankfurt					
	17:00	EZ	Retail Sales MoM	Sep	--	--	0.3%	

	17:00	EZ	Retail Sales YoY	Sep		--	2.1%	
	20:00	US	Fed's Evans Speaks in New York					
	20:30	US	Nonfarm Productivity	3Q P		0.6%	2.3%	
	20:30	US	Unit Labor Costs	3Q P		2.6%	2.6%	
	21:30	US	Fed's Williams Takes Part in Moderated Q&A in New York					
	22:00	CA	Ivey Purchasing Managers Index SA	Oct		--	48.7	
	22:30	US	DOE Cushing OK Crude Inventory	Nov-01		--	1572k	
	22:30	US	DOE U.S. Crude Oil Inventories	Nov-01		--	5702k	
	22:30	US	DOE U.S. Distillate Inventory	Nov-01		--	-1032k	
	22:30	US	DOE U.S. Gasoline Inventories	Nov-01		--	-3037k	
Thu/07-Nov-19	03:15	US	Fed's Harker Discusses Innovation and the Future of Work					
	04:30	AU	AiG Perf of Construction Index	Oct		--	42.6	
	07:30	AU	Trade Balance	Sep		A\$5375m	A\$5926m	
	N/A	CN	Foreign Reserves	Oct		--	\$3092.43b	
	N/A	HK	Foreign Reserves	Oct		--	\$438.7b	
	12:30	AU	Foreign Reserves	Oct		--	A\$69.0b	
	14:00	DE	Industrial Production SA MoM	Sep		--	0.3%	
	14:00	DE	Industrial Production WDA YoY	Sep		--	-4.0%	
	15:00	CH	Foreign Currency Reserves	Oct		--	776.9b	
	15:30	DE	Markit Germany Construction PMI	Oct		--	50.1	
	16:00	EZ	ECB Publishes Economic Bulletin					
	17:00	EZ	EU Commission Economic Forecasts					
	19:00	GB	Bank of England Bank Rate	Nov-07		0.75%	0.75%	
	19:00	GB	Bank of England Inflation Report					
	19:00	GB	BOE Asset Purchase Target	Nov		--	435b	
	19:00	GB	BOE Corporate Bond Target	Nov		--	10b	
	19:30	GB	BOE's Carney speaks at press conference in London					
	20:30	US	Continuing Claims	Oct-26		--	--	
	20:30	US	Initial Jobless Claims	Nov-02		--	--	
Fri/08-Nov-19	06:30	JP	Household Spending YoY	Sep		5.9%	1.0%	
	06:30	JP	Labor Cash Earnings YoY	Sep		0.1%	-0.2%	
	06:30	JP	Real Cash Earnings YoY	Sep		--	-0.6%	
	07:10	US	Fed's Bostic Speaks in New York on Monetary Policy					
	07:30	AU	Home Loans MoM	Sep		1.5%	0.7%	
	07:30	AU	Investment Lending	Sep		--	5.7%	
	07:30	AU	Owner-Occupier Loan Value MoM	Sep		--	1.9%	
	07:30	AU	RBA Statement on Monetary Policy					
	N/A	CN	BoP Current Account Balance	3Q P		--	\$46.2b	
	N/A	CN	Exports YoY	Oct		--	-3.2%	
	N/A	CN	Exports YoY CNY	Oct		--	-0.7%	
	N/A	CN	Imports YoY	Oct		--	-8.5%	
	N/A	CN	Imports YoY CNY	Oct		--	-6.2%	
	N/A	CN	Trade Balance	Oct		--	\$39.65b	
	N/A	CN	Trade Balance CNY	Oct		--	275.15b	
	N/A	GB	United Kingdom Sovereign Debt to be rated by Moody's					
	12:00	JP	Coincident Index	Sep P		--	99	
	12:00	JP	Leading Index CI	Sep P		--	91.9	
	13:45	CH	Unemployment Rate	Oct		--	2.1%	
	13:45	CH	Unemployment Rate SA	Oct		2.3%	2.3%	
	14:00	DE	Current Account Balance	Sep		--	16.9b	
	14:00	DE	Exports SA MoM	Sep		--	-1.8%	
	14:00	DE	Imports SA MoM	Sep		--	0.5%	
	14:00	DE	Trade Balance	Sep		--	16.2b	
	20:30	CA	Full Time Employment Change	Oct		--	70	
	20:30	CA	Hourly Wage Rate Permanent Employees YoY	Oct		--	4.3%	
	20:30	CA	Net Change in Employment	Oct		--	53.7k	
	20:30	CA	Part Time Employment Change	Oct		--	-16.3	
	20:30	CA	Participation Rate	Oct		--	65.7	
	20:30	CA	Unemployment Rate	Oct		--	5.5%	
	22:00	US	U. of Mich. 1 Yr Inflation	Nov P		--	2.5%	
	22:00	US	U. of Mich. 5-10 Yr Inflation	Nov P		--	2.3%	
	22:00	US	U. of Mich. Current Conditions	Nov P		--	113.2	
	22:00	US	U. of Mich. Expectations	Nov P		--	84.2	
	22:00	US	U. of Mich. Sentiment	Nov P		95	95.5	
	22:00	US	Wholesale Inventories MoM	Sep F		--	-0.3%	
	22:00	US	Wholesale Trade Sales MoM	Sep		--	0.0%	
	23:45	US	Fed's Daly Speaks at Conference on Economics of Climate Change					
Sat/09-Nov-19	01:00	US	Baker Hughes U.S. Rig Count	Nov-08		--	--	
	01:30	CA	Bank of Canada's Paul Beaudry Makes Remarks					
	08:30	CN	CPI YoY	Oct		--	3.0%	

	08:30	CN	PPI YoY	Oct		--	-1.2%	
--	-------	----	---------	-----	--	----	-------	--

Dow Jones (1YMZ9 – Dec)

Exp. Date: 20 Dec 2019



DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
05 Nov	27389	27490	27363	127	27415	27415	↑ 40	0.15	--

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
27490 (05/Nov)	27278 (04/Nov)	27490 (05/Nov)	26955 (01/Nov)	27490 (05/Nov)	22563 (04/Jan)

Nikkei (NIKZ9 – Dec)

Exp. Date: 12 Dec 2019



DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE%	VOLUME
05 Nov	23120	23380	23100	280	23340	23340	↑ 215	0.93	--

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
23380 (05/Nov)	22940 (04/Nov)	23380 (05/Nov)	22690 (01/Nov)	23380 (05/Nov)	19205 (04/Jan)

Kospi 200 (KSZ9 – Dec)

Exp. Date: 12 Dec 2019



RESISTANCE	287.51	
	286.23	
	285.36	
SUPPORT	283.21	
	281.93	
	281.06	
SUGGESTION	BUY	---
	SELL	284.80
	S/L	286.05
	T/P:	283.05 281.80

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
05 Nov	283.45	284.95	282.80	2.15	284.50	284.50	↑ 1.35	0.48	---

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
284.95 (05/Nov)	280.45 (04/Nov)	284.95 (05/Nov)	275.90 (01/Nov)	292.10 (17/Apr)	250.95 (06/Aug)

Hang Seng (HSIX9 – Nov)

Exp. Date: 28 Nov 2019



RESISTANCE	28113	
	27937	
	27810	
SUPPORT	27507	
	27331	
	27204	
SUGGESTION	BUY	27655
	SELL	---
	S/L	27505
	T/P:	27855 28005

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
05 Nov	27622	27762	27459	303	27683	27683	↑ 82	0.30	---

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
27762 (05/Nov)	27234 (04/Nov)	27762 (05/Nov)	26751 (01/Nov)	30336 (15/Apr)	24814 (15/Aug)



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