

Daily Outlook

GLOBAL STOCK INDEX

DJIA

The Dow Jones Industrial Average and the S&P 500 fell from record levels on Tuesday as dour forecasts from retailers Home Depot and Kohl's fueled worries about consumer spending and the U.S.-China trade dispute dragged on.

U.S. President Donald Trump on Tuesday threatened to escalate the trade war by raising tariffs on Chinese imports if no deal is reached with Beijing.

Home Depot Inc fell 5.4% and was the top drag on the benchmark S&P 500 and the blue-chip Dow after the No.1 U.S. home improvement chain cut its 2019 sales forecast for the second time this year.

Also, department store operator Kohl's Corp slumped 19.5% after slashing its annual profit forecast and missing quarterly comparable sales and earnings estimates.

Expectations of a U.S.-China trade deal and a largely better-than-expected third-quarter corporate earnings season had fueled an equities rally in recent weeks that helped all three indexes set record highs. Nasdaq barely extended its record on Tuesday with a 0.24% gain.

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The weak retailer forecasts came as investors are laser focused on consumer spending as the key to U.S. economic growth.

Public hearings for the impeachment inquiry against Trump, also added to uncertainty, the money manager said. On Tuesday a White House official said the president's request that Ukraine investigate a domestic political rival was an improper "demand," and he fended off Republican efforts to cast doubt on his competence and loyalty to the United States.

The Dow Jones Industrial Average fell 102.2 points, or 0.36%, to 27,934.02, the S&P 500 lost 1.85 points, or 0.06%, to 3,120.18 and the Nasdaq Composite added 20.72 points, or 0.24%, to 8,570.66.

Seven of the 11 major S&P 500 sectors fell, with the consumer discretionary index's .SPLRCD 0.97% drop weighing most. The S&P 500 retail index fell 1.24%.

The energy sector was the S&P's biggest percentage loser with a 1.5% drop as oil prices fell on concerns about excess global supply and the demand outlook due to a lack of progress in the U.S.-China trade dispute.

Investors will be watching for earnings reports from other retailers, including Lowe's Cos Inc, Target Corp and Nordstrom Inc later this week.

They will also look for more details on the Fed's monetary policy stance from Wednesday's release of the central bank's minutes from the latest policy meeting, in which it cut interest rates for the third time this year but signaled it may be done with rate easing for now.

Declining issues outnumbered advancing ones on the NYSE by a 1.04-to-1 ratio; on Nasdaq, a 1.46-to-1 ratio favored advancers.

The S&P 500 posted 41 new 52-week highs and two new lows; the Nasdaq Composite recorded 109 new highs and 109 new lows.

Volume on U.S. exchanges was 6.70 billion shares compared with the average of 6.94 billion for the last 20 sessions.

Nikkei

Japanese shares slipped on Tuesday, with exporters pressured by a firmer yen against the dollar, while investors awaited clarity on the progress of negotiations to end the trade war between the United States and China.

The benchmark Nikkei share average slid 0.5% to 23,292.65 and the broader Topix fell 0.2% at 1,696.73. Overnight, Wall Street's main indexes were mostly flat, looking for direction on trade, though they ended the day inching up to record closing levels.

CNBC reported on Monday that the mood in Beijing was pessimistic about the prospects of sealing a phase-one deal with Washington.

On the other hand, a new extension allowing U.S. companies to continue doing business with Chinese telecoms giant Huawei Technologies Co Ltd suggested something of an olive branch.

Still, neither factor shed much light on progress in U.S.-China negotiations, and lacklustre trading so far this week suggests optimism that a resolution is near is beginning to run out of steam.

The Japanese yen firmed as much as 0.2% to 108.47 versus the dollar in Asian trade on Tuesday, weighing on exporters as a strong local currency hurts corporate profits when they are repatriated.

Export-oriented Toyota Motor Corp declined 1.1%, Fanuc Corp dropped 1.5% and Toshiba Corp shed 3.0%.

Semiconductor-related also shares retreated, with SUMCO Corp down 3.1%, Disco Corp falling 2.2% and Advantest Corp dropping 1.6%.

Kospi

South Korean shares slipped on Tuesday on a media report that the United States and China remained poles apart in phasing out tariffs. The Korean won and the benchmark bond yield dropped.

	<p>Chinese officials were troubled by U.S. President Donald Trump’s reluctance to roll back tariffs, which China believed the United States had agreed to, CNBC reported, quoting a government source. In addition to the disagreement between the two countries, Hong Kong’s intensifying protests also triggered investors’ anxiety, said Lee Kyoung-min, an analyst at Daishin Securities.</p> <p>The Seoul stock market’s main KOSPI ended down 7.45 points, or 0.34%, at 2,153.24. Shares of Naver closed down 4.5% on local media reports that anti-trust regulator viewed the company as having abused its monopoly status.</p> <p>Foreigners were net sellers of 12.6 billion won (\$10.80 million) worth of shares on the main board. The won was quoted at 1,167.6 per dollar on the onshore settlement platform, 0.27% lower than its previous close at 1,164.5.</p> <p>In offshore trading, the won was quoted at 1,167.3 per U.S. dollar, down 0.1% from the previous day, while in non-deliverable forward trading its one-month contract was quoted at 1,166.7 per dollar.</p>
<p>Hang Seng & Shanghai</p>	<p>➤ Hong Kong stocks on Tuesday closed at a one-week high as China central bank’s rate cut stoked hopes that Beijing is keen to stem an economic slowdown with stimulus measures, while strong demand ahead of Alibaba’s listing boosted sentiment.</p> <p>The Hang Seng index was up 1.6% at 27,093.80, its highest close since November 8. The China Enterprises Index closed 1.3% higher at 10,696.56 points.</p> <p>Sentiment across global equities got a lift after China’s central bank unexpectedly trimmed a closely watched money market funding rate on Monday, the first such cut in more than four years and a signal to markets that policymakers are ready to act to prop up slowing growth.</p> <p>The cut in the seven-day reverse repurchase rate to 2.50% from 2.55% fuelled expectations that Beijing will continue to ease monetary policies and unveil fresh fiscal stimulus. ** Investors were also encouraged that Alibaba’s mega listing was not affected by the deepening political crisis in Hong Kong. Alibaba will stop taking orders from prospective institutional investors for its \$13.4 billion secondary listing in Hong Kong earlier than expected after attracting strong demand, two people with direct knowledge of the matter said.</p> <p>The listing is part of a year-end equity market rush which also includes the IPO of Saudi oil giant Aramco. Alibaba’s stock is due to start trading on the Hong Kong Stock Exchange on November 26, according to a prospectus lodged with New York regulators.</p> <p>A lack of clarity on progress in the Sino-U.S. trade negotiations, however, kept global investors on the edge. Most traders were awaiting clearer news on the trade front.</p> <p>Overnight, CNBC had reported the mood in Beijing was pessimistic about the prospects of sealing an agreement. On the other hand, a new extension allowing U.S. companies to keep doing business with Chinese telecoms giant Huawei suggested something of an olive branch.</p> <p>➤ China stocks rose the most in two weeks on Tuesday, as a cut in a key interbank funding rate on Monday bolstered hopes for more government stimulus to prop up slowing growth. The blue-chip CSI300 index rose 1.0%, to 3,947.04, while the Shanghai Composite Index gained 0.9%, to 2,933.99. The People’s Bank of China unexpectedly trimmed a closely watched money market funding rate on Monday, the first such cut in more than four years and a signal to markets that policymakers are ready to act to prop up slowing growth.</p> <p>The seven-day reverse repurchase rate was cut to 2.50% from 2.55%.</p> <p>Ting Lu, chief China economist at Nomura International, said he expected a couple of small, 5-basis-point cuts in money market funding rates before mid-2020.</p> <p>Investors are awaiting clearer news on the progress of U.S.-China trade negotiations. Overnight, CNBC reported the mood in Beijing was pessimistic about the prospects of sealing an agreement. On the other hand, a new extension allowing U.S. companies to keep doing business with Chinese telecoms giant Huawei suggested something of an olive branch.</p> <p>The CSI300 financial sector sub-index was higher by 0.34%, the consumer staples sector up 0.92%, the real estate index up 1.65% and the healthcare sub-index up 2.1%.</p>

Closing Prices – 19 November 2019

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	27934.02	↓ 102.20/0.36%	.N225	23292.65	↓ 124.11/0.53%
/.SPX	3120.15	↓ 1.88/0.06%	.KS200	2153.24	↓ 7.45/0.34%
/.IXIC	8570.66	↑ 20.72/0.24%	.HSI	27093.80	↑ 412.71/1.55%
JPY=	108.54	↓ 0.14/0.13%	/.SSEC	2933.99	↑ 24.79/0.85%
KRW=	1167.72	↓ 3.34/0.29%	/CLc1 (Oil)	55.24	↓ 1.63/2.87%

ECONOMIC INDICATORS

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
Mon/18-Nov-19	06:50	JP	Housing Loans YoY	3Q	2.9%	--	2.2%	
	07:01	GB	Rightmove House Prices MoM	Nov	-1.3%	--	0.6%	
	07:01	GB	Rightmove House Prices YoY	Nov	0.3%	--	-0.2%	
	15:30	HK	Unemployment Rate SA	Oct	3.1%	2.8%	2.9%	
	16:00	EZ	ECB's Guindos speaks in Frankfurt					
	19:30	EZ	ECB's Hernandez de Cos to speak in Madrid					
	20:20	EZ	ECB's Lane speaks in Paris					
	22:00	US	NAHB Housing Market Index	Nov	70	71	71	
Tue/19-Nov-19	00:00	US	Fed's Mester Speaks at University of Maryland					
	05:05	AU	RBA's Kent Takes Part in Sydney Panel					
	07:30	AU	RBA Minutes of Nov. Policy Meeting					
	N/A	HK	Composite Interest Rate	Oct		--	1.02%	
	14:00	CH	Exports Real MoM	Oct	-1.3%	--	2.5%	2.7%
	14:00	CH	Imports Real MoM	Oct	-2.4%	--	-1.3%	
	16:00	EZ	ECB Current Account SA	Sep	28.2b	--	26.6b	28.5b
	17:00	EZ	Construction Output MoM	Sep	0.7%	--	-0.5%	
	17:00	EZ	Construction Output YoY	Sep	-0.7%	--	1.2%	-0.8%
	18:00	GB	CBI Trends Selling Prices	Nov	-1	--	-3	
	18:00	GB	CBI Trends Total Orders	Nov	-26	-30	-37	
	20:30	US	Building Permits	Oct	1461k	1381k	1387k	
	20:30	US	Building Permits MoM	Oct	5.0%	-0.8%	-2.7%	
	20:30	US	Housing Starts	Oct	1314k	1318k	1256k	1266k
	20:30	US	Housing Starts MoM	Oct	3.8%	4.9%	-9.4%	
20:30	CA	Manufacturing Sales MoM	Sep	-0.2%	-0.5%	0.8%		
21:00	US	Fed's Williams Speaks at Capital Markets Conference						
Wed/20-Nov-19	00:20	CA	Bank of Canada's Wilkins Gives Speech in Montreal					
	04:00	KR	PPI YoY	Oct		--	-0.7%	
	06:30	AU	Westpac Leading Index MoM	Oct		--	-0.08%	
	06:50	JP	Exports YoY	Oct		--	-5.2%	
	06:50	JP	Imports YoY	Oct		--	-1.5%	
	06:50	JP	Trade Balance	Oct		--	-¥123.0b	
	06:50	JP	Trade Balance Adjusted	Oct		--	-¥97.2b	
	14:00	DE	PPI MoM	Oct		--	0.1%	
	14:00	DE	PPI YoY	Oct		--	-0.1%	
	16:30	GB	Unit Labor Costs YoY	2Q		--	2.1%	
	20:30	CA	Consumer Price Index	Oct		--	136.2	
	20:30	CA	CPI Core- Common YoY%	Oct		--	1.9%	
	20:30	CA	CPI Core- Median YoY%	Oct		--	2.2%	
	20:30	CA	CPI Core- Trim YoY%	Oct		--	2.1%	
	20:30	CA	CPI NSA MoM	Oct		--	-0.4%	
	20:30	CA	CPI YoY	Oct		--	1.9%	
	22:30	US	DOE Cushing OK Crude Inventory	Nov-15		--	--	
	22:30	US	DOE U.S. Crude Oil Inventories	Nov-15		--	--	
22:30	US	DOE U.S. Distillate Inventory	Nov-15		--	--		
22:30	US	DOE U.S. Gasoline Inventories	Nov-15		--	--		
Thu/21-Nov-19	02:00	US	FOMC Meeting Minutes	Oct-30		--	--	
	07:00	KR	Exports 20 Days YoY	Nov		--	-19.5%	
	07:00	KR	Imports 20 Days YoY	Nov		--	-20.1%	
	11:30	JP	All Industry Activity Index MoM	Sep		--	0.0%	
	13:00	JP	Machine Tool Orders YoY	Oct F		--	-37.4%	
	14:30	CH	Industrial Output WDA YoY	3Q		--	4.8%	
	14:30	CH	Industry & Construction Output WDA YoY	3Q		--	3.6%	
	15:10	EZ	ECB's Mersch speaks in Paris					
	15:30	HK	CPI Composite YoY	Oct		--	3.2%	
	16:30	GB	Central Government NCR	Oct		--	14.8b	
	16:30	GB	PSNB ex Banking Groups	Oct		--	9.4b	
	16:30	GB	Public Finances (PSNCR)	Oct		--	2.7b	
	16:30	GB	Public Sector Net Borrowing	Oct		--	8.7b	
	16:40	EZ	ECB's Guindos speaks in Brussels					
	17:00	EZ	OECD Economic Outlook					
	19:30	EZ	ECB Account of October Policy Meeting					
	20:30	CA	ADP Canada Releases Oct. Payroll Estimates					
	20:30	US	Continuing Claims	Nov-09		--	--	
20:30	US	Fed's Mester Speaks at Financial Stability Conference						
20:30	US	Initial Jobless Claims	Nov-16		--	--		
20:30	US	Philadelphia Fed Business Outlook	Nov		6.7	5.6		

	20:40	CA	Bank of Canada's Poloz Gives Fireside Chat in Toronto					
	22:00	EZ	Consumer Confidence	Nov A		--	-7.6	
	22:00	US	Existing Home Sales	Oct		5.49m	5.38m	
	22:00	US	Existing Home Sales MoM	Oct		2.1%	-2.2%	
	22:00	US	Leading Index	Oct		-0.1%	-0.1%	
	22:10	US	Fed's Kashkari Speaks in Bloomington, Minnesota					
Fri/22-Nov-19	02:00	EZ	ECB's De Guindos to Speak in Madrid					
	05:00	AU	CBA Australia PMI Composite	Nov P		--	50	
	05:00	AU	CBA Australia PMI Mfg	Nov P		--	50	
	05:00	AU	CBA Australia PMI Services	Nov P		--	50.1	
	06:30	JP	Japan Oct CPI					
	06:30	JP	Natl CPI Ex Fresh Food YoY	Oct		--	0.3%	
	06:30	JP	Natl CPI Ex Fresh Food, Energy YoY	Oct		--	0.5%	
	06:30	JP	Natl CPI YoY	Oct		--	0.2%	
	07:30	JP	Jibun Bank Japan PMI Composite	Nov P		--	49.1	
	07:30	JP	Jibun Bank Japan PMI Mfg	Nov P		--	48.4	
	07:30	JP	Jibun Bank Japan PMI Services	Nov P		--	49.7	
	14:00	DE	Capital Investment QoQ	3Q		--	-0.10%	
	14:00	DE	GDP NSA YoY	3Q F		--	--	
	14:00	DE	GDP SA QoQ	3Q F		--	--	
	14:00	DE	GDP WDA YoY	3Q F		--	--	
	14:00	DE	Government Spending QoQ	3Q		--	0.5%	
	14:00	DE	Private Consumption QoQ	3Q		--	0.1%	
	15:00	EZ	ECB President Lagarde Speaks in Frankfurt					
	15:30	DE	Markit Germany Services PMI	Nov P		--	51.6	
	15:30	DE	Markit/BME Germany Composite PMI	Nov P		--	48.9	
	15:30	DE	Markit/BME Germany Manufacturing PMI	Nov P		--	42.1	
	16:00	EZ	Markit Eurozone Composite PMI	Nov P		--	50.6	
	16:00	EZ	Markit Eurozone Manufacturing PMI	Nov P		--	45.9	
	16:00	EZ	Markit Eurozone Services PMI	Nov P		--	52.2	
	20:00	EZ	Bundesbank President Weidmann speaks in Frankfurt					
	20:30	CA	Retail Sales Ex Auto MoM	Sep		--	-0.2%	
	20:30	CA	Retail Sales MoM	Sep		--	-0.1%	
	21:45	US	Markit US Composite PMI	Nov P		--	50.9	
	21:45	US	Markit US Manufacturing PMI	Nov P		--	51.3	
	21:45	US	Markit US Services PMI	Nov P		--	50.6	
	22:00	US	U. of Mich. 1 Yr Inflation	Nov F		--	2.5%	
	22:00	US	U. of Mich. 5-10 Yr Inflation	Nov F		--	2.4%	
	22:00	US	U. of Mich. Current Conditions	Nov F		--	110.9	
	22:00	US	U. of Mich. Expectations	Nov F		--	85.9	
	22:00	US	U. of Mich. Sentiment	Nov F		--	95.7	
	23:00	US	Kansas City Fed Manf. Activity	Nov		--	-3	
Sat/23-Nov-19	01:00	US	Baker Hughes U.S. Rig Count	Nov-22		--	--	

Dow Jones (1YMZ9 – Dec)

Exp. Date: 20 Dec 2019



RESISTANCE	28318	
	28222	
	28056	
SUPPORT	27794	
	27698	
	27532	
SUGGESTION	BUY	---
	SELL	27920
	S/L	28070
	T/P:	27720 27570

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
19 Nov	28009	28125	27863	262	27891	27891	↓ 114	0.41	--

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
28125 (19/Nov)	27863 (19/Nov)	28125 (19/Nov)	26955 (01/Nov)	28125 (19/Nov)	22563 (04/Jan)

Nikkei (NIKZ9 – Dec)

Exp. Date: 12 Dec 2019



RESISTANCE	23620	
	23525	
	23395	
SUPPORT	23170	
	23075	
	22945	
SUGGESTION	BUY	---
	SELL	23295
	S/L	23420
	T/P:	23120 22995

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE%	VOLUME
19 Nov	23370	23430	23205	225	23265	23265	↓ 110	0.47	--

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
23490 (18/Nov)	23205 (19/Nov)	23645 (07/Nov)	22690 (01/Nov)	23645 (07/Nov)	19205 (04/Jan)

Kospi 200 (KSZ9 – Dec)

Exp. Date: 12 Dec 2019



RESISTANCE	289.71	
	288.18	
	287.21	
SUPPORT	284.71	
	283.18	
	282.21	
SUGGESTION	BUY	---
	SELL	286.55
	S/L	287.80
	T/P:	284.80 283.55

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
19 Nov	286.05	286.65	284.15	2.50	286.25	286.25	↓ 1.25	0.43	---

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
288.00 (18/Nov)	284.15 (19/Nov)	288.20 (15/Nov)	275.90 (01/Nov)	292.10 (17/Apr)	250.95 (06/Aug)

Hang Seng (HSIX9 – Nov)

Exp. Date: 28 Nov 2019



RESISTANCE	27828	
	27474	
	27208	
SUPPORT	26588	
	26234	
	25968	
SUGGESTION	BUY	26915
	SELL	---
	S/L	26765
	T/P:	27115 27265

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
19 Nov	26518	27104	26500	604	27072	27072	↑ 389	1.46	---

WEEKLY		NOVEMBER		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
27104 (19/Nov)	26320 (18/Nov)	27945 (07/Nov)	26178 (14/Nov)	30336 (15/Apr)	24814 (15/Aug)



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