

Daily Outlook

GLOBAL STOCK INDEX

<p><u>DJIA</u></p>	<p>Wall Street's major indexes declined on Tuesday as investor caution persisted amid the U.S.-Iran standoff, and energy shares fell as oil prices gave back some recent gains.</p> <p>Exxon Mobil Corp and Chevron Corp declined with oil prices, which had rallied in recent days on escalating tensions between Washington and Tehran following the killing of a top Iranian military commander by the United States last week.</p> <p>Chipmakers gained and helped to limit market losses, especially in the Nasdaq. The Philadelphia Semiconductor index .SOX rose 1.8% with Micron Technology Inc gaining 8.8% after brokerage Cowen & Co upgraded the chipmaker to "outperform."</p> <p>Equity investors have been jittery since late last week, when a U.S. drone strike killed Iranian Major General Qassem Soleimani, taking major indexes off record highs.</p> <p>Major U.S. companies begin reporting fourth-quarter results next week, with S&P 500 earnings forecast as of Tuesday to have declined 0.6% in the quarter from a year ago, according to IBES data from Refinitiv.</p> <p>The Dow Jones Industrial Average fell 119.7 points, or 0.42%, to 28,583.68, the S&P 500 lost 9.1 points, or 0.28%, to 3,237.18 and the Nasdaq Composite dropped 2.88 points, or 0.03%, to 9,068.58.</p> <p>Among gainers, Boeing Co shares climbed 1.1% after it said it was recommending that airline pilots undergo simulator training before they resume flying the 737 MAX, a shift from its previous position that pilots only needed computer-based training on new software following two fatal crashes.</p> <p>Also, Microchip Technology Inc rose 6.7% after raising the midpoint of its third-quarter sales forecast.</p> <p>Apache Corp soared 26.8% after it made a major oil discovery, with France's Total SA, off the coast of Suriname.</p> <p>On the economic front, data showed new orders for U.S.-made goods fell in November, pulled down by steep declines in demand for machinery and transportation equipment.</p> <p>However, a reading on non-manufacturing sector activity for November came in better than expected.</p>
<p><u>Nikkei</u></p>	<p>Japanese shares rebounded on Tuesday, with tech and domestic demand-oriented sectors leading the gains, as investors were relieved at the absence of fresh sabre rattling between the United States and Iran.</p> <p>The Nikkei share average rose 1.60% to 23,575.72, recovering much of its losses posted in the previous session, though it failed to break above a resistance from 25-day moving average at 23,614.</p> <p>In a positive sign for bulls, the broader Topix gained 1.62% to 1,725.05, already closing the chart gap made during the New Year holidays in just one day.</p> <p>The mood calmed a little as there was no new aggression after Iran and the United States traded threats following a U.S. air strike killing a top Iranian commander, with Wall Street ending in positive territory on Monday.</p> <p>A broad range of shares rallied, with 90% of shares on the main board chalking up gains, the highest ratio since Sept 5, 2019.</p> <p>Shares in kettle maker Zojirushi Corp jumped 14.1% to a record high after an official filing showed its top shareholder changed the purpose of its investment.</p> <p>Technology shares were in favour following their U.S. peers' outperformance on Monday.</p> <p>Sony Corp climbed 3.2% to its highest in 18-1/2 years on hopes of solid earnings, while Fujitsu closed at its strongest since 2006, riding on prospects of 5G wireless sales' boost.</p> <p>Yokogawa Electric and FujiFilm Holding both gained 5.6% each.</p> <p>Investors also flocked to domestic demand-oriented shares, which are perceived to be less vulnerable to external shocks such as the Middle East tension.</p> <p>Retailer Seven&I Holdings and Recruit Holdings gained more than 2% each.</p> <p>Recent IPO stocks fared well as Japanese retail investors saw a chance for quick gains, given the firmness in start-up shares in the past several months.</p>
<p><u>Kospi</u></p>	<p>South Korean stocks recouped the previous session's losses to end higher on Tuesday as fears of an all-out conflict between the United States and Iran ebbed.</p> <p>The KOSPI ended up 20.47 points, or 0.95 per cent, at 2,175.54.</p> <p>Investors were relieved as there was no immediate escalation in tensions between Washington and Tehran, but some confusion prevailed over repositioning of US troops in preparation for leaving Iraq.</p> <p>Sentiment was negative, but it turned around soon as investors did not foresee the geopolitical tension would lead to a war, Hana Financial Investment's analyst Lee Young-gon said.</p> <p>Foreigners were net buyers of US\$164.03 million worth of shares on the main board.</p> <p>The KOSPI has fallen 1.01 per cent so far this year, but gained 1.4 per cent in the previous 30 trading sessions.</p>

The trading volume during the session in the KOSPI index was 559.33 million shares and, of the total traded issues of 908, the number of advancing shares was 512.

Hang Seng & Shanghai

➤ Hong Kong’s main Hang Seng index finished firmer on Tuesday, lifted by tech firms as global investors took a breather from concerns over Middle East tensions, with new data pointing towards a stabilising global economy.

At the close of trade, the Hang Seng index was up 95.87 points or 0.34% at 28,322.06. The Hang Seng China Enterprises index rose 0.3% to 11,198.75. The sub-index of the Hang Seng tracking energy shares dipped 0.6%, reflecting a drop in oil prices after analysts tempered expectations of a widespread conflict in the Middle East. Brent crude futures fell 0.73% on Tuesday to \$68.41 per barrel. The IT sector rose 1.38%, tracking gains in tech firms on Wall Street overnight, while the financial sector ended 0.14% higher. The property sector was little changed. Surveys of service sectors on Monday showed an improvement in the United States, UK and EU. The data “serve as a reminder that the global economy appears to be stabilising as we start 2020,” analysts at National Australia Bank said in a note. Tencent Holdings Ltd, which gained 2.17%, was the top gainer on the Hang Seng, while the biggest loser was PetroChina Co Ltd, down 1.67%. China’s main Shanghai Composite index closed up 0.69% at 3,104.80 points, an eight-month closing high, while the blue-chip CSI300 index ended up 0.75% at its highest finish since Feb. 2018.

Chinese equities have rallied on a combination of optimism over a Phase 1 trade deal to end the U.S.-China trade war and expectations of policy support for the economy.

➤ China’s benchmark index closed at its highest level in more than eight months on Tuesday, resuming a rally prompted by hopes of a brighter trade outlook and more policy support, as worries over Middle East tensions eased.

The Shanghai Composite index ended 0.69% higher at 3,104.80, its highest close since April 25, 2019. The country’s blue-chip CSI300 index gained 0.75% to its highest close since Feb. 5, 2018. Its financial sector sub-index added 0.61%, the consumer staples sector rose 2.15%, the real estate index gained 0.85% and the healthcare sub-index jumped 1.4%. Investors drew relief as there was no immediate escalation in tensions between Washington and Tehran. Energy shares underperformed after a rally on Monday as oil prices slid after analysts tempered expectations of a widespread conflict in the Middle East. The CSI300 energy index fell 0.79%. Brent crude futures fell 0.84% on Tuesday to \$68.33 per barrel. The smaller Shenzhen index rose 1.31% and the start-up board ChiNext Composite index closed 1.79% higher. The recent rally in A-shares has been supported by hopes for a Phase 1 trade deal between Washington and Beijing to end a bruising trade war. But raising questions about how China will meet a target of spending billions of dollars more on U.S. agricultural goods, China will not increase its annual low-tariff import quotas for corn, wheat and rice to accommodate stepped-up purchases of farm goods from the United States, local media quoted senior agriculture official Han Jun as saying on Tuesday. Fidelity analysts also said they expected monetary policy to remain broadly unchanged from 2019, with a bias toward targeted easing. Adding to expectations of support for markets, China’s Banking and Insurance Regulatory Commission said last week it would promote the conversion of household savings into long-term funds in China’s capital markets.

Closing Prices – 07 January 2020

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	28583.68	↓ 119.70/0.42%	.N225	23575.72	↑ 370.86/1.60%
/.SPX	3237.18	↓ 9.10/0.28%	.KS200	2175.54	↑ 20.47/0.95%
/.IXIC	9068.58	↓ 2.88/0.03%	.HSI	28322.06	↑ 95.87/0.34%
JPY=	108.49	↑ 0.14/0.13%	/.SSEC	3104.80	↑ 21.39/0.69%
KRW=	1166.45	↓ 5.54/0.47%	/CLc1 (Oil)	62.68	↓ 0.13/0.21%

ECONOMIC INDICATORS

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
Mon/06-Jan-20	01:15	US	Fed's Williams, ECB's Lane, BoE's Broadbent Speak on AEA Panel					
	04:00	KR	Foreign Reserves	Dec	\$408.82b	\$408.5b	\$407.46b	
	04:30	AU	AiG Perf of Mfg Index	Dec	48.3	--	48.1	
	05:00	AU	CBA Australia PMI Composite	Dec F	49.6	--	49.4	
	05:00	AU	CBA Australia PMI Services	Dec F	49.8	--	49.5	
	07:30	JP	Jibun Bank Japan PMI Mfg	Dec F	48.4	--	48.8	
	07:30	HK	Markit Hong Kong PMI	Dec	42.1	37.5	38.5	
	08:45	CN	Caixin China PMI Composite	Dec	52.6	--	53.2	
	08:45	CN	Caixin China PMI Services	Dec	52.5	53.2	53.5	
06-Jan - 10-Jan	N/A	JP	Official Reserve Assets	Dec		--	\$1317.3b	
	14:00	DE	Retail Sales MoM	Nov	2.1%	1.0%	-1.9%	
	14:00	DE	Retail Sales NSA YoY	Nov	2.8%	1.0%	0.8%	
	15:55	DE	Markit Germany Services PMI	Dec F	52.9	52	52	
	15:55	DE	Markit/BME Germany Composite PMI	Dec F	50.2	49.5	49.4	
	16:00	EZ	Markit Eurozone Composite PMI	Dec F	50.9	50.6	50.6	
	16:00	EZ	Markit Eurozone Services PMI	Dec F	52.8	52.4	52.4	
	16:30	GB	Markit/CIPS UK Composite PMI	Dec F	49.3	48.5	48.5	
	16:30	GB	Markit/CIPS UK Services PMI	Dec F	50	49.1	49	
	16:30	GB	Official Reserves Changes	Dec		--	\$49m	
	16:30	EZ	Sentix Investor Confidence	Jan	7.6	2.6	0.7	
	17:00	EZ	PPI MoM	Nov	0.2%	0.1%	0.1%	
	17:00	EZ	PPI YoY	Nov	-1.4%	-1.5%	-1.9%	
	20:30	CA	Industrial Product Price MoM	Nov	0.1%	--	0.1%	
	21:45	US	Markit US Composite PMI	Dec F	52.7	--	52.2	
	21:45	US	Markit US Services PMI	Dec F	52.8	52.2	52.2	51.6
Tue/07-Jan-20	06:00	KR	BoP Current Account Balance	Nov	\$5970m	\$7900m	\$7827.2m	\$7830m
	06:00	KR	BoP Goods Balance	Nov		--	\$8028.2m	
	06:50	JP	Monetary Base End of period	Dec	¥518.2t	--	¥517.3t	
	06:50	JP	Monetary Base YoY	Dec	3.2%	--	3.3%	
	07:30	JP	Jibun Bank Japan PMI Composite	Dec F	48.6	--	49.8	
	07:30	JP	Jibun Bank Japan PMI Services	Dec F	49.4	--	50.6	
	14:30	CH	CPI Core YoY	Dec	0.4%	0.4%	0.4%	
	14:30	CH	CPI EU Harmonized MoM	Dec	0.2%	--	-0.4%	
	14:30	CH	CPI EU Harmonized YoY	Dec	-0.1%	-0.2%	-0.3%	
	14:30	CH	CPI MoM	Dec	0.0%	-0.1%	-0.1%	
	14:30	CH	CPI YoY	Dec	0.2%	0.0%	-0.1%	
	14:59	CN	Foreign Reserves	Dec	\$3107.92b	\$3110.00b	\$3095.59b	
	15:30	HK	Foreign Reserves	Dec	\$441.3b	\$435b	\$434.3b	\$434.2b
	15:30	DE	Markit Germany Construction PMI	Dec	53.8	--	52.5	
	17:00	EZ	CPI Core YoY	Dec P	1.3%	1.3%	1.3%	
	17:00	EZ	CPI Estimate YoY	Dec	1.3%	1.3%	1.0%	
	17:00	EZ	CPI MoM	Dec P	0.3%	0.3%	-0.3%	
	17:00	EZ	Retail Sales MoM	Nov	1.0%	0.6%	-0.6%	-0.3%
	17:00	EZ	Retail Sales YoY	Nov	2.2%	1.5%	1.4%	1.7%
	20:30	US	Trade Balance	Nov	-\$43.1b	-\$43.9b	-\$47.2b	-46.9b
	22:00	US	Cap Goods Orders Nondef Ex Air	Nov F	0.2%	--	0.1%	
	22:00	US	Cap Goods Ship Nondef Ex Air	Nov F	-0.3%	--	-0.3%	
	22:00	US	Durable Goods Orders	Nov F	-2.1%	-2.0%	-2.0%	
	22:00	US	Durables Ex Transportation	Nov F	-0.1%	--	0.0%	
	22:00	US	Factory Orders	Nov	-0.7%	-0.8%	0.3%	0.2%
	22:00	US	Factory Orders Ex Trans	Nov	0.3%	--	0.2%	0.3%
	22:00	US	ISM Non-Manufacturing Index	Dec	55	54.5	53.9	
22:00	CA	Ivey Purchasing Managers Index SA	Dec	51.9	--	60		
Wed/08-Jan-20	04:30	AU	AiG Perf of Construction Index	Dec	38.9	--	40	
	06:30	JP	Labor Cash Earnings YoY	Nov		-0.2%	0.5%	
	06:30	JP	Real Cash Earnings YoY	Nov		-0.8%	0.1%	
	07:30	AU	Building Approvals MoM	Nov		2.0%	-8.1%	
	07:30	AU	Building Approvals YoY	Nov		-11.7%	-23.6%	
	12:00	JP	Consumer Confidence Index	Dec		39.5	38.7	
	12:30	AU	Foreign Reserves	Dec		--	A\$77.9b	
	14:00	DE	Factory Orders MoM	Nov		0.2%	-0.4%	
	14:00	DE	Factory Orders WDA YoY	Nov		-4.7%	-5.5%	
	16:30	GB	Output Per Hour YoY	3Q F		--	0.0%	
	16:30	GB	Unit Labor Costs YoY	3Q		--	3.6%	
17:00	EZ	Business Climate Indicator	Dec		-0.18	-0.23		

	17:00	EZ	Consumer Confidence	Dec F	--	-8.1	
	17:00	EZ	Economic Confidence	Dec	101.5	101.3	
	17:00	EZ	Industrial Confidence	Dec	-8.9	-9.2	
	17:00	EZ	Services Confidence	Dec	9.5	9.3	
	20:15	US	ADP Employment Change	Dec	165k	67k	
	22:00	US	Fed's Brainard Speaks on the Community Reinvestment Act				
	22:30	US	DOE Cushing OK Crude Inventory	Jan-03	--	--	
	22:30	US	DOE U.S. Crude Oil Inventories	Jan-03	--	--	
	22:30	US	DOE U.S. Distillate Inventory	Jan-03	--	--	
	22:30	US	DOE U.S. Gasoline Inventories	Jan-03	--	--	
Thu/09-Jan-20	03:00	US	Consumer Credit	Nov	\$13.250b	\$18.908b	
	07:30	AU	Trade Balance	Nov	A\$4200m	A\$4502m	
	08:30	CN	CPI YoY	Dec	4.7%	4.5%	
	08:30	CN	PPI YoY	Dec	-0.4%	-1.4%	
09-Jan - 16-Jan	N/A	AU	Westpac Consumer Conf Index	Jan	--	95.1	
09-Jan - 16-Jan	N/A	AU	Westpac Consumer Conf SA MoM	Jan	--	-1.9%	
	14:00	DE	Current Account Balance	Nov	24.0b	22.7b	
	14:00	DE	Exports SA MoM	Nov	-0.7%	1.2%	
	14:00	DE	Imports SA MoM	Nov	0.3%	0.0%	
	14:00	DE	Industrial Production SA MoM	Nov	0.8%	-1.7%	
	14:00	DE	Industrial Production WDA YoY	Nov	-3.8%	-5.3%	
	14:00	DE	Trade Balance	Nov	22.0b	21.5b	
	14:30	CH	Retail Sales Real YoY	Nov	--	0.7%	
	15:00	CH	Foreign Currency Reserves	Dec	--	782.9b	
	17:00	EZ	Unemployment Rate	Nov	7.5%	7.5%	
	20:00	US	Fed's Clarida Discusses Economy, Monetary Policy in New York				
	20:30	US	Continuing Claims	Dec-28	--	1728k	
	20:30	US	Initial Jobless Claims	Jan-04	--	222k	
	20:30	US	Revisions: Philadelphia Fed Manufacturing Index				
	23:30	US	Fed's Williams Speaks at BoE in London				
Fri/10-Jan-20	01:20	US	Fed's Evans Speaks on Economic Outlook				
	02:00	US	Fed's Bullard Speaks to Wisconsin Bankers				
	04:30	AU	AiG Perf of Services Index	Dec	--	53.7	
	06:30	JP	Household Spending YoY	Nov	-2.0%	-5.1%	
	07:30	AU	Retail Sales MoM	Nov	0.4%	0.0%	
	12:00	JP	Coincident Index	Nov P	95.2	95.3	
	12:00	JP	Leading Index CI	Nov P	90.9	91.6	
	13:45	CH	Unemployment Rate	Dec	2.4%	2.3%	
	13:45	CH	Unemployment Rate SA	Dec	2.3%	2.3%	
	20:30	CA	Full Time Employment Change	Dec	--	-38.4	
	20:30	CA	Hourly Wage Rate Permanent Employees YoY	Dec	--	4.4%	
	20:30	CA	Net Change in Employment	Dec	31.7k	-71.2k	
	20:30	CA	Part Time Employment Change	Dec	--	-32.8	
	20:30	CA	Participation Rate	Dec	--	65.6	
	20:30	CA	Unemployment Rate	Dec	5.8%	5.9%	
	20:30	US	Average Hourly Earnings MoM	Dec	0.3%	0.2%	
	20:30	US	Average Hourly Earnings YoY	Dec	3.1%	3.1%	
	20:30	US	Average Weekly Hours All Employees	Dec	34.4	34.4	
	20:30	US	Change in Manufact. Payrolls	Dec	5k	54k	
	20:30	US	Change in Nonfarm Payrolls	Dec	167k	266k	
	20:30	US	Change in Private Payrolls	Dec	155k	254k	
	20:30	US	Labor Force Participation Rate	Dec	--	63.2%	
	20:30	US	Revisions: Household Survey Data				
	20:30	US	Two-Month Payroll Net Revision	Dec	--	41k	
	20:30	US	Underemployment Rate	Dec	--	6.9%	
	20:30	US	Unemployment Rate	Dec	3.5%	3.5%	
Sat/11-Jan-20	01:00	US	Baker Hughes U.S. Rig Count	Jan-10	--	--	
11-Jan - 18-Jan	N/A	CN	Foreign Direct Investment YoY CNY	Dec	--	1.5%	

Dow Jones (DJ – Mar)

Exp. Date: 20 Mar 2020



RESISTANCE	28880	
	28806	
	28662	
SUPPORT	28444	
	28370	
	28226	
SUGGESTION	BUY	---
	SELL	28550
	S/L	28700
	T/P:	28350 28200

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
07 Jan	28631	28731	28513	218	28519	28519	↓ 119	0.42	--

WEEKLY		JANUARY		2020	
HIGH	LOW	HIGH	LOW	HIGH	LOW
28731 (07/Jan)	28347 (06/Jan)	28886 (03/Jan)	28347 (06/Jan)	28886 (03/Jan)	28347 (06/Jan)

Nikkei (NIK – Mar)

Exp. Date: 12 Mar 2020



RESISTANCE	23791	
	23668	
	23506	
SUPPORT	23221	
	23098	
	22936	
SUGGESTION	BUY	---
	SELL	23375
	S/L	23525
	T/P:	23175 23025

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE%	VOLUME
07 Jan	23300	23545	23260	285	23345	23345	↑ 30	0.13	--

WEEKLY		JANUARY		2020	
HIGH	LOW	HIGH	LOW	HIGH	LOW
23545 (07/Jan)	23025 (06/Jan)	23770 (02/Jan)	23025 (06/Jan)	23770 (02/Jan)	23025 (06/Jan)

Kospi 200 (KOS – Mar)

Exp. Date: 12 Mar 2020



RESISTANCE	296.35	
	294.70	
	293.45	
SUPPORT	290.55	
	288.90	
	287.65	
SUGGESTION	BUY	---
	SELL	292.50
	S/L	294.00
	T/P:	290.50 289.00

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
07 Jan	290.35	293.05	290.15	2.90	292.20	292.20	↑ 3.10	1.07	--

WEEKLY		JANUARY		2020	
HIGH	LOW	HIGH	LOW	HIGH	LOW
293.05 (07/Jan)	288.35 (06/Jan)	293.05 (07/Jan)	288.35 (06/Jan)	293.05 (07/Jan)	288.35 (06/Jan)

Hang Seng (HAS – Jan)

Exp. Date: 30 Jan 2020



RESISTANCE	28769	
	28648	
	28481	
SUPPORT	28193	
	28072	
	27905	
SUGGESTION	BUY	28285
	SELL	---
	S/L	28135
	T/P:	28485 28635

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
07 Jan	28412	28528	28282	246	28378	28378	↑ 187	0.66	---

WEEKLY		JANUARY		2020	
HIGH	LOW	HIGH	LOW	HIGH	LOW
28528 (07/Jan)	28076 (06/Jan)	28943 (03/Jan)	28076 (06/Jan)	28943 (03/Jan)	28076 (06/Jan)



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