

ORBEX

Weekly Markets Report

*OVERWEEK BULLET POINTS, THE WEEK AHEAD, MARKETS PREVIEW
AND THE CHART OF THE WEEK*



ORBEX Research Department
17st OF November, TO 21th of November

OVERWEEK BULLET POINTS – 10th of November , TO 14th of November

- Germany Wholesale Price Index (MoM) came in at -0.6%, below expectations (-0.4%) in October.
- Germany Wholesale Price Index (YoY) below expectations (-0.5%) in October: Actual (-0.7%).
- BOJ's Miyao: will have to wait until H2 FY 2015 to forecast solid price gains heading into FY 2016.
- Kuroda: BOJ still capable of steering flexible monetary policy.
- UK Claimant Count Rate (Oct) M/M 2.8% vs. Exp. 2.7% (Prev. 2.8%).
- UK Jobless Claims Change (Oct) M/M -20.4K vs. Exp. -20K (Prev. -18.6K).
- UK ILO Unemployment Rate (Sep) 3M/3M 6.0% vs. Exp. 5.9% (Prev. 6.0%).
- Eurozone Industrial Production (Sep) M/M 0.6% vs. Exp. 0.7% (Prev. -1.8%).
- Bank of England sees inflation below one percent, slower rate rises.
- Bank of England inflation expected to get back to target in 3 years.
- Bank of England November Inflation Report cuts 2014 CPI forecast to 1.2% vs 1.9% prev.
- US Wholesale Inventories (Sep) M/M 0.3% vs Exp. 0.2% (Prev. 0.7%).
- United Kingdom RICS Housing Price Balance came in at 20% below forecasts (26%) in October.
- Australia Consumer Inflation Expectation up to 4.1% in October from previous 3.4%.
- New Zealand house price index +3.9% y/y (prior was +4.1% y/y).
- Japan Industrial Production (MoM) climbed from previous -1.9% to 2.9% in September.
- Japan Industrial Production (YoY): 0.8% (September) vs. -3.3%.
- China Industrial Production (YoY) came in at 7.7%, below expectations (8%) in October.
- China Retail Sales (YoY) came in at 11.5% below forecasts (11.6%) in October.
- Germany Consumer Price Index (YoY) meets forecasts (0.8%) in October.



- Germany Consumer Price Index (MoM) meets forecasts (-0.3%) in October.
- France Consumer Price Index (EU norm) final (MoM) rose from previous -0.4% to 0% in October.
- France Consumer Price Index (EU norm) final (YoY) increased to 0.5% in October from previous 0.4%.
- French current account balance Sept EUR -1.2bln vs -3.7bln prev.
- Spain Consumer Price Index (MoM) rose from previous 0.2% to 0.5% in October.
- Spain Consumer Price Index (YoY) above expectations (-0.2%) in October: Actual (-0.1%).
- Switzerland Producer and Import Prices (YoY): -1.1% (October) vs -1.4%.
- United States Continuing Claims (Nov 1) W/W 2392K vs. Exp. 2346K (Prev. 2348K).
- United States JOLTS Job Openings came in at 4.735M below forecasts (4.823M) in September.
- France Gross Domestic Product (YoY) fell from previous 0.8% to 0.4% in 3Q.
- France Gross Domestic Product (QoQ) came in at 0.3%, above expectations (0.2%) in 3Q.
- Germany Gross Domestic Product (QoQ) meets forecasts (0.1%) in 3Q.
- Germany Gross Domestic Product (YoY) came in at 1.2%, above expectations (1%) in 3Q.
- Italian GDP WDA (Q3 P) Q/Q -0.1% vs. Exp. -0.1% (Prev. -0.2%).
- Greek GDP NSA (Q3 A) Y/Y 1.7% vs. Exp. 0.7% (Prev. -0.3%).
- Eurozone CPI (Oct F) Y/Y 0.4% vs. Exp. 0.4% (Prev. 0.4%).
- Eurozone GDP SA (Q3 A) Q/Q 0.2% vs. Exp. 0.1% (Prev. 0.0%).
- US Retail Sales Advance (Oct) M/M 0.3% vs. Exp. 0.2% (Prev. -0.3%).
- US Import Price Index (Oct) M/M -1.3% vs. Exp. -1.5% (Prev. -0.5%).
- Canadian Manufacturing Sales (Sep) M/M 2.1% vs. Exp. 1.0% (Prev. -3.3%).
- US University of Michigan Confidence (Nov P) M/M 89.4 vs. Exp. 87.5 (Prev. 86.9).
- US MBA Mortgage Delinquencies (Q3) Q/Q 5.85% (Prev. 6.04%).
- US Business Inventories (Sep) M/M 0.3% vs. Exp. 0.2% (Prev. 0.2%).

THE WEEK AHEAD - 17th of November , TO 21th of November

- **The most important economic release of the week**

Mon Nov 17	0:45	NZD	Retail Sales q/q		0.80%	1.20%
	2:50	JPY	Prelim GDP q/q		0.50%	-1.80%
	17:00	EUR	ECB President Draghi Speaks			
Tue Nov 18	3:30	AUD	Monetary Policy Meeting Minutes			
	11:25	AUD	RBA Gov Stevens Speaks			
	12:30	GBP	CPI y/y		1.20%	1.20%
	13:00	EUR	German ZEW Economic Sentiment		0.9	-3.6
	16:30	USD	PPI m/m		-0.10%	-0.10%
	Tentative	NZD	GDT Price Index			-0.30%
Wed Nov 19	Tentative	JPY	Monetary Policy Statement			
	Tentative	JPY	BOJ Press Conference			
	12:30	GBP	MPC Asset Purchase Facility Votes		0-0-9	0-0-9
		GBP	MPC Official Bank Rate Votes		2-0-7	2-0-7
	16:30	USD	Building Permits		1.04M	1.02M
	22:00	USD	FOMC Meeting Minutes			
Thu Nov 20	4:45	CNY	HSBC Flash Manufacturing PMI		50.2	50.4
	11:00	EUR	French Flash Manufacturing PMI		48.9	48.5
	11:30	EUR	German Flash Manufacturing PMI		51.5	51.4
	12:30	GBP	Retail Sales m/m		0.40%	-0.30%
	16:30	CAD	Wholesale Sales m/m		0.70%	0.20%
		USD	CPI m/m		-0.10%	0.10%
		USD	Core CPI m/m		0.20%	0.10%
		USD	Unemployment Claims		286K	290K
18:00	USD	Philly Fed Manufacturing Index		18.9	20.7	
Fri Nov 21	11:00	EUR	ECB President Draghi Speaks			
	16:30	CAD	Core CPI m/m		0.20%	0.20%

- To view the full economic calendar kindly click on [Full Economic Calendar](#)

The Eurozone grew more than expected in Q3 and Germany narrowly prevented from falling into recession. Eurozone's gross domestic product (GDP) grew by 0.2% on the last quarter. The European monetary bloc emerged from an almost 2-year recession in the second quarter of 2013. Yet, risks over further resolution of the political and economic crisis in Ukraine weigh in.



William Dudley, the New York Federal Reserve President, suggests that it is too early for the Fed to raise interest rates, noting that there could be a significant benefit from letting the economy over-heat. Dudley also called for "patience" on an increase in the Fed funds rate because the risk of tightening early exceeds the risk of tightening too late. He anticipates rates hike sometime next year if economy expands as expected.

Technical Corner

As you can see on the chart, the market is trading inside a technical pattern (Symmetric Triangle) starting from July 2012 when he achieved a lowest price since then 1.4966. However, as it appears on chart the market has given a reversal signal from the upper band of the pattern (last week candle) so it is highest storability sell signal (60 % probability) an placing the stop lose at the high of the previous week candle 1.6079. To target as a first the lower band touch which would be at the levels of 1.5550s. Finally, also the breakout of this pattern would be profitable but always remember the most breakout attempts fail, so, you have to be more certain about any breakout to be successful and continue the direct of that breakout.



EUR NZD , Weekly Chart



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