

ORBEX

Weekly Markets Report

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



ORBEX Research Department
28st OF April. , TO 2th of May

OVERWEEK BULLET POINTS – 21th OF April. , TO 25th of April

- **JP headline CPI up by 1.6% in March as expected vs. 1.5% rise in February**
- **JP core CPI unchanged at 1.3% in March vs. 1.4% expected uptick**
- **Tokyo annualized headline CPI jumps by 2.9% in April vs. 3.0% uptick expected and 1.3% previous**
- **Tokyo annualized core CPI up by 2.7% in April vs. 2.8% expected and 1.0% previous**
- **S&P downgrades Russia's rating to BBB- with negative outlook**
- **Nikkei closes up by 0.17% at 14,429**

U.K Retail Sales data mixed as the actual comes in above expectations, but below previous reads. Headline m/m: 0.1% vs. -0.4% forecast, 1.3% previous

- **U.K. BBA Mortgage Approvals lower: 45.93K vs. 48.95K forecast, 47.18K previous**

U.S. UoM consumer sentiment figure revised up to 84.1

- **U.S. flash services PMI at 54.2 vs. 56.2 estimates**
- **Japanese retail sales up by 11.0% year-over-year in March**
- **Nikkei ended 0.98% lower at 14,288.23**
- **Japanese Finance Minister: Corporate tax cut possible**
- **IMF downgraded 2014 growth forecast for Australia**
- **IMF upgraded New Zealand GDP estimates for 2014 and 2015**
- **German import prices down by 0.6%**

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THE WEEK AHEAD - 28st OF April , TO 2TH May

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

Mon Apr 28	5:00pm	USD	Pending Home Sales m/m	1.00%	-0.80%
Tue Apr 29	1:45am	NZD	Trade Balance	919M	818M
	11:30am	GBP	Prelim GDP q/q	0.90%	0.70%
	5:00pm	USD	CB Consumer Confidence	82.9	82.3
	10:30pm	CAD	BOC Gov Poloz Speaks		
Wed Apr 30	4:00am	NZD	ANZ Business Confidence		67.3
	Tentative	JPY	Monetary Policy Statement		
	Tentative	JPY	BOJ Press Conference		
	12:00pm	EUR	CPI Flash Estimate y/y	0.80%	0.50%
	3:15pm	USD	ADP Non-Farm Employment Change	203K	191K
	3:30pm	CAD	GDP m/m	0.20%	0.50%
			USD	Advance GDP q/q	1.20%
Thu May 1	9:00pm	USD	FOMC Statement		
	4:00am	CNY	Manufacturing PMI	50.5	50.3
	11:30am	GBP	Manufacturing PMI	55.4	55.3
	3:30pm	USD	Fed Chair Yellen Speaks		
		USD	Unemployment Claims	317K	329K
Fri May 2	5:00pm	USD	ISM Manufacturing PMI	54.3	53.7
	4:30am	AUD	PPI q/q	0.60%	0.20%
	11:30am	GBP	Construction PMI	62.2	62.5
	3:30pm	USD	Non-Farm Employment Change	207K	192K
		USD	Unemployment Rate	6.60%	6.70%

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

MARKETS PREVIEW 21th OF April. , TO 25th of April

All the markets currently focusing on the political crisis at Ukraine. Every day passes the situation is getting worse and the risk for a Russian's organized military operations is increasing, which puts the markets in more tensions with a negative impact. The gold is considered now as the safe haven in this kind of situation and getting higher with in political or military improvement and lower with any positive US economic data, the gold traded around the 1300s levels which would consider it as the pivotal level for that week.

it became more worse for Russia , later week S&P rating agency has downgraded its grade to BBB-with a negative outlook. The rating agency declared that downgrading because of the risk of the large financial outflows which noted at the first quarter of this year.

a week with a tight trading range ; it was the lowest major currency volatility in 7 years.

This week is considered a busy week with some important economic release data; beside the Ukraine drama as you can find in our economic calendar with our forecast.

S&P agency did not only downgrade Russia it warned about some china's corporates of some fields facing the vulnerable to defaults.

Technical Corner



USDJPY in consolidation periods as showed in charts ranging between the levels of 101.80 & 102.80 any breakout of any of those levels it means continuations.

The most probable scenario we do expect that the upper breakout; then the price would find resistance at the 103.80 & 104.05.

However we still bullish on the pair; believing that the central bank of Japan and Abeconomics would continue its stimulus to depreciate the currency and get out of the deflation period. Recently the Currency works as safe heaven with the tension on Ukraine as we mentioned, So , in case there is no new development on the political side then the currency would continue our expected scenario.

However , In case the currency broke downside the levels we had mentioned on the chrt it means more downside risk and further decline which would lead us to 100.500 |& 100.00 levels again as it would be a pivotal support for mid-term.



Risk Warning: Trading foreign exchange on margin carries a high level of risk, and may not be suitable for all investors. Before deciding to trade foreign exchange, you should carefully consider your investment objectives, level of experience, and risk appetite. There is a possibility that you may sustain a loss of some or all of your investment and therefore you should not invest money that you cannot afford to lose. You should be aware of all the risks associated with foreign exchange trading, and seek advice from an independent financial advisor if you have any doubts.