

orbex WEEKLY MARKETS REPORT



OVERWEEK
BULLET POINTS



THE WEEK
AHEAD



MARKETS
PREVIEW



THE CHART OF
THE WEEK

OVERWEEK BULLET POINTS

18th of January 2016, to 22th of January 2016



- China Gross Domestic Product (YoY) is (6.8%), below forecasts (6.9%) in fourth quarter.
- China Industrial Production (YoY) is (5.9%), below forecasts (6.0%) in December.
- China Retail Sales (YoY) is (11.1%), below forecasts (11.3%) in December.
- Germany Consumer Price Index (MoM) comes same as forecasts (-0.1%) in December.
- Switzerland Producer and Import Prices (MoM) is (-0.4%), below forecasts (0.2%) in December.
- Eurozone Current Account is (€26.4B), above forecasts (€19.3B) in November.
- UK Producer Price Index Input (MoM) is (-0.8%), above forecasts (-1.4%) in December.
- UK Consumer Price Index (YoY) comes same as forecasts (0.2%) in December.
- UK Core Consumer Price Index (YoY) is (1.4%), above forecasts (1.2%) in December.
- UK House Price Index (YoY) is (7.7%), above forecasts (7.3%) in December.
- Germany ZEW Economic Sentiment is (10.2), above forecasts (8.2) in January.
- Eurozone Consumer Price Index (YoY) comes same as forecasts (0.2%) in December.
- Eurozone ZEW Economic Sentiment is (22.7), below forecasts (27.9) in January.
- New Zealand Consumer Price Index (QoQ) is (-0.5%), below forecasts (-0.2%) in fourth quarter.

- Germany Producer Price Index (MoM) is (-0.5%), below forecasts (-0.3%) in December.
- UK Unemployment Rate is (5.1%), below forecasts (5.2%) in November.
- UK Average Earnings Index (3Mo/Yr) is (2.0%), below forecasts (2.1%) in November.
- UK Claimant Count Change is (-4.3K), below forecasts (4.1K) in December.
- Switzerland ZEW Economic Expectations dropped to (-3.0), from previous (16.6) in January.
- Canada Interest Rate is (0.25%), above forecasts (0.5%) in January.
- Canada Manufacturing Sales (MoM) is (1.0%), above forecasts (0.5%) in November.
- Canada Wholesale Sales (MoM) is (1.8%), above forecasts (0.4%) in November.
- US Building Permits (MoM) is (1.23M), above forecasts (1.20M) in December.
- US Consumer Price Index (MoM) is (-0.1%), below forecasts (0.0%) in December.
- US Core Consumer Price Index (MoM) is (0.1%), below forecasts (0.2%) in December.
- Eurozone ECB keeps deposit rate decision as same forecasts (-0.3%) in January 21.
- Eurozone ECB keeps Interest Rate Decision as same forecasts (0.05%) in January 21.
- US Unemployment Claims is (293K), above forecasts (279K) in January 15.
- US Continuing Jobless Claims is (2.208M), below forecasts (2.250M) in January 8.
- US Philly Fed Manufacturing Index is (-3.5), above forecasts (-5.8) in January.
- US EIA Crude Oil Inventories is (4.0M), above forecasts (3.3M) in January 15.

THE WEEK AHEAD

25th of January 2016, to 29th of January 2016



THE MOST IMPORTANT ECONOMIC RELEASE OF THE WEEK

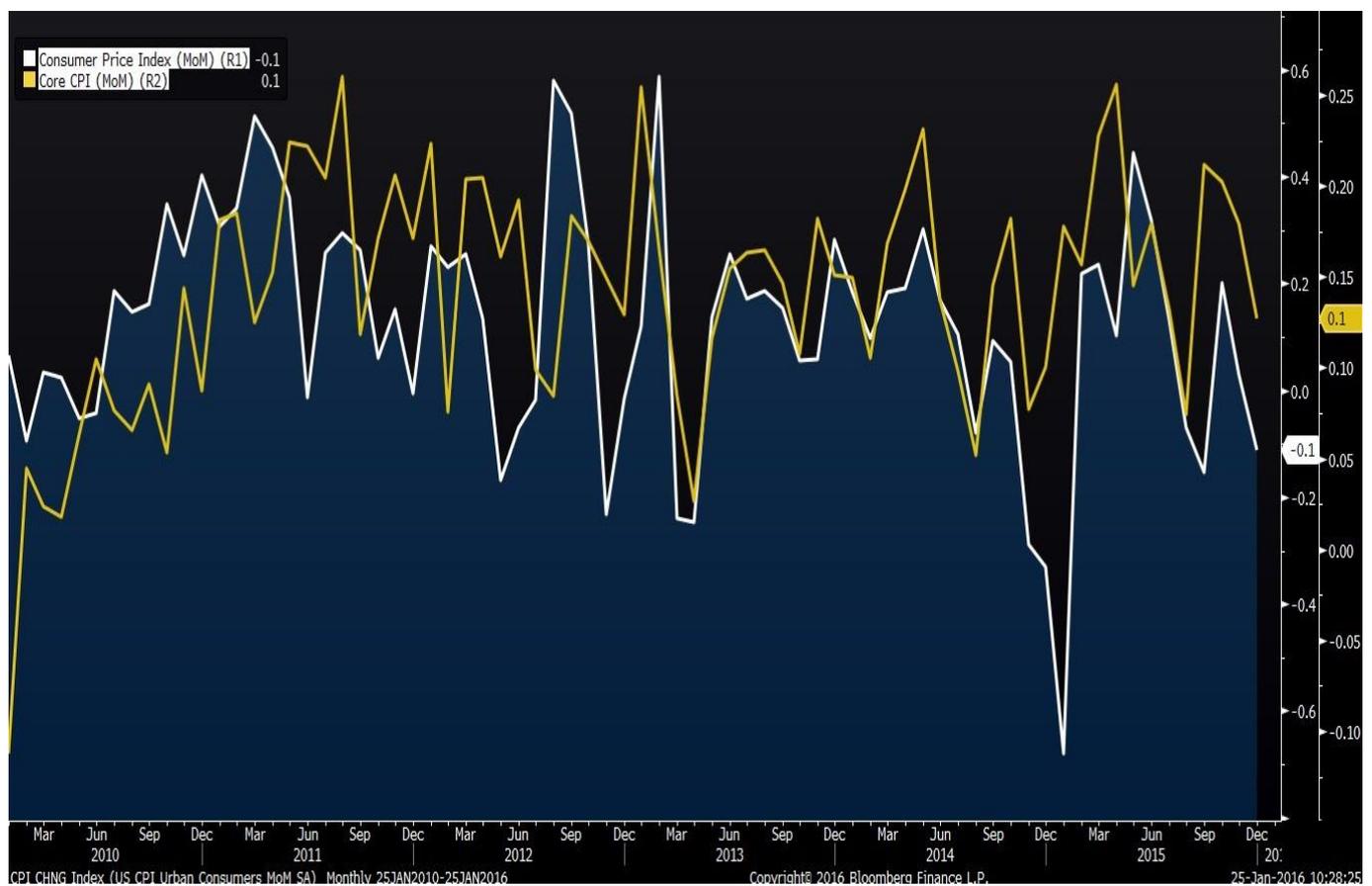
Mon Jan 25	12:00	EUR	German Ifo Business Climate		108.5	108.7
	21:00	EUR	ECB President Draghi Speaks			
Tue Jan 26	All Day	AUD	Bank Holiday			
	13:45	GBP	BOE Gov Carney Speaks			
	18:00	USD	CB Consumer Confidence		96.6	96.5
Wed Jan 27	3:30	AUD	CPI q/q		0.30%	0.50%
	18:30	USD	Crude Oil Inventories			4.0M
	22:00	USD	FOMC Statement			
		USD	Federal Funds Rate		0.50%	0.50%
	23:00	NZD	Official Cash Rate		2.50%	2.50%
NZD		RBNZ Rate Statement				
Thu Jan 28	0:45	NZD	Trade Balance		-130M	-779M
	12:30	GBP	Prelim GDP q/q		0.50%	0.40%
	16:30	USD	Core Durable Goods Orders m/m		0.00%	-0.10%
		USD	Unemployment Claims		281K	293K
Fri Jan 29	Tentative	JPY	Monetary Policy Statement			
	8:00	JPY	BOJ Outlook Report			
	Tentative	JPY	BOJ Press Conference			
	13:00	EUR	CPI Flash Estimate y/y		0.40%	0.20%
	16:30	CAD	GDP m/m			0.00%
USD		Advance GDP q/q		0.80%	2.00%	



MARKETS PREVIEW

18th of January 2016, to 22th of January 2016

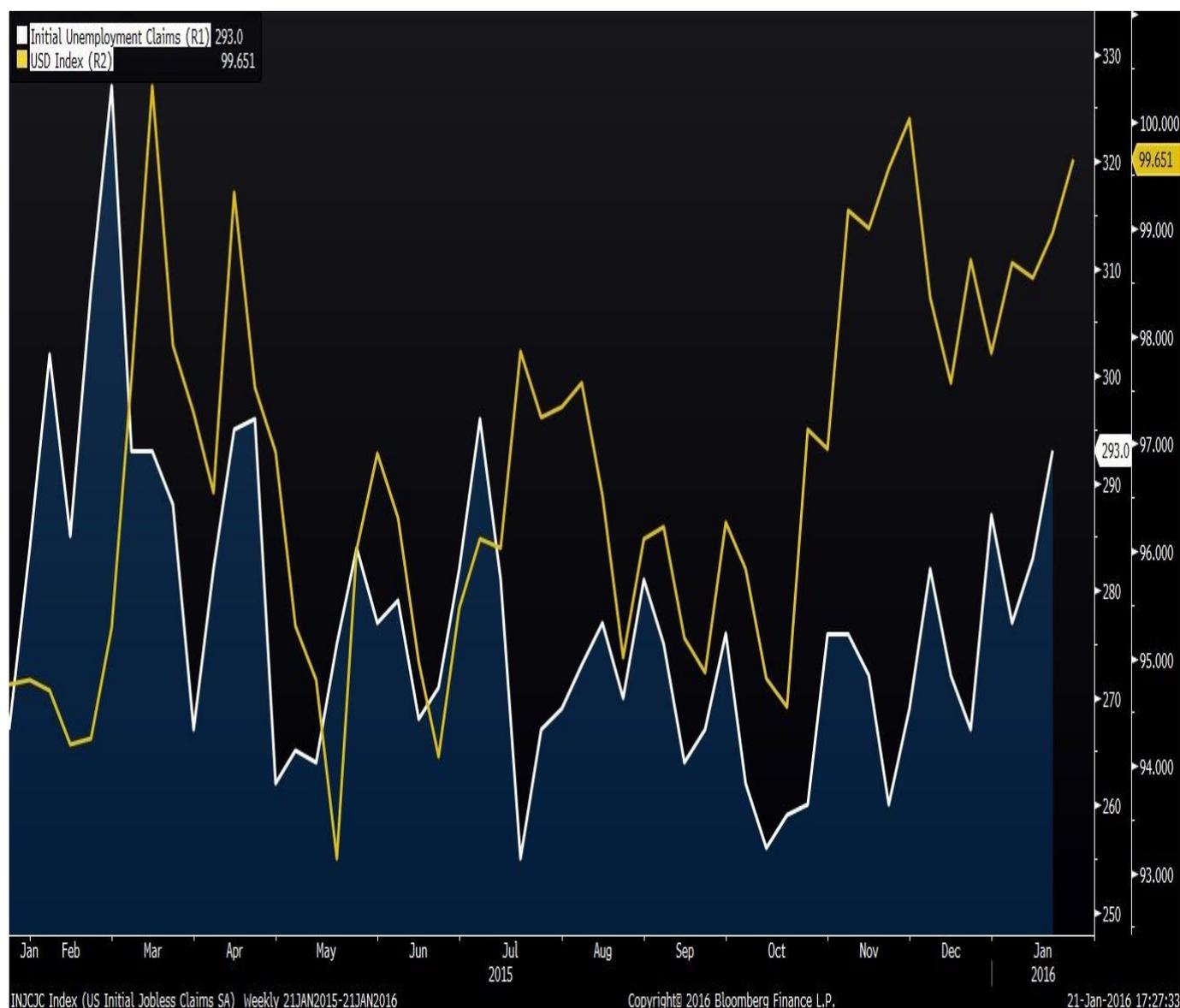
US Consumer prices index unexpectedly declined to (-0.1%), below forecasts (0.0%) in December. The index for shelter continued to rise, as well as the indexes for medical care, household furnishings and operations, motor vehicle insurance and education in December. About (60%) of the index covers prices consumers pay for services from medical visits, airline fares and movie tickets to rents. The cost of living in the US dropped in December, led by a slump in commodities that's roiling global markets. However, the core CPI, which excludes food and energy costs, dipped to (0.1%), after climbing (0.2%) for three consecutive months. On a yearly basis, Consumer prices Index climbed to (0.7%) in December of 2015, higher than (0.5%) in the last month. Also, annual core CPI, which excludes food and energy, climbed to (2.1%), the highest since July of 2012.



Consumer Price Index (Compared) Core CPI - Monthly

Meanwhile, The US CPI was softer than expected in December, in both the headline and core. Falling energy prices were expected to hold back the headline, but a lack of price pressures in the core pervaded a range of categories. The gap between core services and core goods inflation remained close to its post-recession record and shows little evidence of diminishing anytime soon, given the continuing strength of the dollar. Shelter costs remain the predominant driver of consumer prices. Feds, who raised the benchmark interest rate in December for the first time since 2006, are pinning plans for further increases in part on a rebound in inflation, which hasn't met the Fed's (2%) goal since April 2012. The monetary policy makers will harbor doubts regarding the legitimacy of the signal from the core CPI reaching the Fed's (2%) inflation target.

US Unemployment Claims climbed to the highest level for the third time since January 2016, and to the highest level in six weeks since July 2015. Whereas, Initial unemployment claims climbed to (293K), above the previous (283K) in the week ended on Jan 15th. However, Continuing Unemployment claims dipped to (2.208M) in the week ended on Jan 8th. The four weeks moving average, a less volatile measure than the weekly figures, increased to (285K), the highest since mid-April, from (278,500K).



Unemployment Claims (compared) USD Index

Meanwhile, the number of applications for unemployment benefits unexpectedly increased last week to a six-month high, indicating tempered progress in the labor market. Also, a recent setbacks in terms of oil prices and strong US Dollar are putting more pressure on energy and manufacturing sectors' headcounts. Plunging oil prices may encourage further cuts in the energy sector; at the same time manufacturers reconsider headcounts as the global economy slows. Even so, a sustained rise in jobless claims would be needed to confirm that layoffs are on the rise, and suggest a general weakening in the US labor market.

TECHNICAL CORNER



As we see over the chart, market managed to re-test (126.00) support zone where market managed to rebound from that zone to test (128.50-129.00) resistance zone.

As long as market holding trades above (126.00) the chance will sustain for market to build another uptrend wave toward (143.00) zone. While, Below (126.00) market will start showing weakness which may be the start for another drop wave toward (118.00-75) zone , while market may face (124.90) support throw this drop .



EURJPY – Daily Chart

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