

ORBEX

Weekly Markets Report

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



ORBEX Research Department
14st OF July , TO 18th of July

OVERWEEK BULLET POINTS – 7th OF July. , TO 11th of July

- European stocks fell beginning early morning trading influenced by German economic data which showed negative decline in industrial production in Germany during the last month.
- Canadian Building Permits (May) M/M 13.8% vs. Exp. 2.0% (Prev. 1.1%).
- Canadian Ivey Purchasing Managers Index (Jun) M/M 46.9 vs. Exp. 52.0 (Prev. 48.2).
- Canadian Business Outlook Future Sales (Q2) Q/Q 24.00 vs. Exp. 30.00 (Prev. 27.00).
- US Employment Trends (Jun) M/M 119.62 (Prev. 118.6).
- New Zealand NZIER Business Confidence (Jun) 32 (Prev. 52).
- New Zealand 11-month budget deficit is NZ\$332m wider than expected.
- National Australia Bank- business confidence for (Jun) 8 (Prev. 7).
- UK industrial output May m/m -0.7% vs. 0.3% exp. (Prev. 0.3%).
- UK Manufacturing Production m/m -1.3% vs. 0.4% exp. (Prev. 0.3%).
- Australia Employment Change 15.9K vs. 12.3K exp. (Prev. -5.1K).
- Australia Unemployment Rate 6.0% vs. 5.9% exp. (Prev. 5.9%).
- Bank of England keep bank rate on hold at 0.5% as expected.
- Bank of England keeps Asset Purchase Facility at GBP 375bln as expected.
- Gold prices rose Thursday and register new high since three months at 1345\$ for ounce.
- Canadian Net Change in Employment (Jun) M/M -9.4k vs. Exp. 20.0k (Prev. 25.8k).
- Canadian Unemployment Rate (Jun) M/M 7.1% vs. Exp. 7.0% (Prev. 7.0%).

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

Mon Jul 14	8:00pm	EUR	ECB President Draghi Speaks				
Tue Jul 15	4:30am	AUD	Monetary Policy Meeting Minutes				
	Tentative	JPY	Monetary Policy Statement				
	Tentative	JPY	BOJ Press Conference				
	11:30am	GBP	CPI y/y		1.60%	1.50%	
	12:00pm	EUR	German ZEW Economic Sentiment		33.4	29.8	
	3:30pm	GBP	BOE Gov Carney Speaks				
		USD	Core Retail Sales m/m		0.50%	0.10%	
USD		Retail Sales m/m		0.60%	0.30%		
5:00pm	USD	Fed Chair Yellen Testifies					
Wed Jul 16	1:45am	NZD	CPI q/q		0.50%	0.30%	
	5:00am	CNY	GDP q/y		7.40%	7.40%	
		CNY	Industrial Production y/y		9.00%	8.80%	
	11:30am	GBP	Claimant Count Change		-27.1K	-27.4K	
		GBP	Unemployment Rate		6.60%	6.60%	
	3:30pm	CAD	Manufacturing Sales m/m		0.40%	-0.10%	
		USD	PPI m/m		0.20%	-0.20%	
	5:00pm	CAD	BOC Monetary Policy Report				
		CAD	BOC Rate Statement				
		CAD	Overnight Rate		1.00%	1.00%	
USD		Fed Chair Yellen Testifies					
6:15pm	CAD	BOC Press Conference					
Thu Jul 17	3:30pm	USD	Building Permits		1.04M	0.99M	
		USD	Unemployment Claims		310K	304K	
	5:00pm	USD	Philly Fed Manufacturing Index		15.6	17.8	
Fri Jul 18	3:30pm	CAD	Core CPI m/m		0.40%	0.50%	
		CAD	Wholesale Sales m/m		0.70%	1.20%	
	4:55pm	USD	Prelim UoM Consumer Sentiment		83.5	82.5	

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

MARKETS PREVIEW 7th OF July. , TO 11th of July

This week most of the market was trading in a tight range; because of there is no major change on the fundamentals about our followed economies. However, the Portugal had a major problem in their over-capitalized banks late on the week, investor did not worry a much because they do believe the problem would be contains and ECB has the proper experience and tolls to solve that issue. So, we do expect that the major bonds yields in the market for the coming week would not be affected materially because of Portugal’s banks. Moreover , the market believe of the getting closer of increase interest rate for US dollar has diminished lately after the Fed minutes of meetings and that explains clearly the market reaction of weak dollar after a small rally at the beginning of the minutes release . Finally, for the previous week we did not have major changes in the fundamental; but as we show the calendar for the coming week there are a lot of fundamentals release we have to keep an eye on it and next week we would have a short briefing for it as well.



SOURCE: WWW.TRADINGECONOMICS.COM | U.S. BUREAU OF ECONOMIC ANALYSIS

United states GDP

Technical Corner

As shown in chart for CADCHF for the daily time frame; the mid-term major down trend this has started on May 2013 from the peak of 0.9500s levels. So, as we do expect that the correction almost end that the levels of 0.8400s and a continuation for the down trend are expected. The speed and magnitude for the declining price depends on market condition, however, if the market broken that correction pattern; it is expected at least to re-test the major support at 0.7800s levels. In case the market continuing rally to upside the 0.8520s levels represent a major resistance and a reasonable place for placing Stop loses and exiting any short trade above that mentioned level.



CADCHF – Daily Time Frame



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