

Daily Outlook

GLOBAL STOCK INDEX

<p><u>DJIA</u></p>	<p>U.S. stocks extended their recent climb on Monday, with the Dow reaching its longest daily winning streak in 13 months after the United States dropped plans to impose tariffs on Mexican goods and a couple of multibillion-dollar deals boosted the market.</p> <p>Mexico on Friday agreed to step up efforts to stem the flow of Central American migrants after Washington threatened to impose a 5% import tariff on all Mexican goods starting on Monday. Among major deals, United Technologies Corp agreed to combine its aerospace business with defense contractor Raytheon Co to create a new company worth about \$121 billion.</p> <p>Strategists said the Mexico trade news cheered investors, leaving the S&P 500 about 2% from its early May record high. But they noted indexes ended the session well off the day's highs and feared investors may be trading more on hope than on reality.</p> <p>Stocks have been rallying in part on optimism that the Fed would turn more accommodative to blunt the impact of escalating trade tensions.</p> <p>The Dow Jones Industrial Average rose 78.74 points, or 0.3%, to 26,062.68, the S&P 500 gained 13.39 points, or 0.47%, to 2,886.73 and the Nasdaq Composite added 81.07 points, or 1.05%, to 7,823.17. The Dow ended up for a sixth straight session, its longest winning streak since May 2018.</p> <p>Shares of United Technologies, however, dropped 3.1% after President Donald Trump said he was a "little concerned" about the merger as it could reduce competition in the sector. Raytheon rose 0.7%. Salesforce.com Inc said it would buy data firm Tableau Software for \$15.3 billion. Salesforce.com shares fell 5.3%, while those of Tableau surged 33.7%.</p> <p>U.S. automakers, which have long built vehicles in Mexico, traded higher, with General Motors Co gaining 1.5%. Corona beer maker Constellation Brands, which has significant Mexico exposure, rose 1.9%.</p>
<p><u>Nikkei</u></p>	<p>Japan's Nikkei share average ended at a two-week high on Monday, led by automakers after U.S. President Donald Trump withdrew a threat to impose tariffs on Mexican imports.</p> <p>The benchmark Nikkei rose 1.2% to 21,134.42 points, its highest close since May 28.</p> <p>Toyota Motor Corp jumped 1.8%, Honda Motor Co advanced 1.5% and Mazda Motor Corp climbed 1.1%. Japanese automakers have long built vehicles in Mexico, taking advantage of its cheap labour, trade deals and proximity to the United States, the world's largest auto market after China.</p> <p>The United States and Mexico struck a deal on Friday to avert a tariff war, with Mexico agreeing to rapidly expand a controversial asylum program and deploy security forces to stem the flow of illegal Central American migrants. Trump had earlier threatened to impose tariffs on Monday.</p> <p>Financials in Japan came under pressure, however, after weak job data reinforced expectations that the U.S. Federal Reserve would move to cut interest rates.</p> <p>U.S. Treasury yields tumbled, with 10-year yield hitting 2.053%, its lowest since September 2017.</p>
<p><u>Kospi</u></p>	<p>South Korea's KOSPI stock index rose for a third consecutive session on Monday on growing bets for a rate cut by the U.S. Federal Reserve, while the trade deal between the United States and Mexico, and Beijing's stimulus measures boosted domestic auto sector. The Korean won weakened, while the benchmark bond yield rose.</p> <p>The Seoul stock market's main KOSPI closed up 27.16 points, or 1.31%, at 2,099.49, marking the biggest daily percentage gain since April 29.</p> <p>U.S. job growth slowed sharply in May and wages rose less than expected, raising fears that a loss of momentum in economic activity could be spreading to the labour market, which could put pressure on the Federal Reserve to cut interest rates this year.</p> <p>Hopes of a Fed rate cut and the deal between the United States and Mexico were two biggest reasons which pushed KOSPI up, said Ha In-hwan, an analyst from Meritz Securities. China's supportive measures to boost car sales also helped South Korean auto firms, Ha added.</p> <p>China announced a series of measures to revive slumping car sales, as Beijing tried to boost consumption of goods ranging from eco-friendly appliances to big-ticket items, which lifted shares of Chinese auto makers.</p> <p>The transportation equipment sub-index was the biggest percentage gainer among KOSPI subcategories, with a 2.5% advance. The largest auto maker Hyundai Motor rose 2.1% and second-largest maker Kia Motors added 4.5%.</p> <p>Foreigners were net buyers of 112.8 billion won (\$95.21 million) worth of shares on the main board.</p>
<p><u>Hang Seng & Shanghai</u></p>	<p>➤ Hong Kong stocks tracked a global rally to end higher on Monday after the United States shelved plans to impose tariffs on Mexico and as global investors hoped for lower U.S. interest rates on the back of lacklustre jobs data.</p> <p>The Hang Seng index ended up 2.3% at 27,578.64 points, after marking its best session since Dec. 3,</p>

2018. The China Enterprises Index gained 1.9% to 10,526.92 points.

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A highly anticipated late June meeting between U.S. President Donald Trump and Chinese President Xi Jinping has some parallels with their Buenos Aires summit last December that postponed a tariff hike, U.S. Treasury Secretary Steven Mnuchin said on Saturday.

China's exports unexpectedly returned to growth in May despite higher U.S. tariffs, but imports fell the most in nearly three years in a further sign of weak domestic demand that could prompt Beijing to step up stimulus measures.

➤ **Shanghai stocks closed** higher on Monday, snapping a six-session losing streak, as worries over trade tensions eased after an agreement between the United States and Mexico to avert a tariff war, and as weak data boosted stimulus hopes.

The blue-chip CSI300 index rose 1.3%, to 3,610.74, while the Shanghai Composite Index gained 0.9% to 2,852.13.

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The A-share market could continue to be favoured by foreign money, if negative factors affecting stock valuations are eliminated and (the Sino-U.S.) trade dispute is resolved to some extent, as markets with low valuations would be more attractive to foreign money amid signals of easing by global central banks, Fortune Securities noted in report.

China's exports unexpectedly returned to growth in May despite higher U.S. tariffs, but imports fell the most in nearly three years in a further sign of weak domestic demand that could prompt Beijing to step up stimulus measures.

Easing worries over capital outflows, China's foreign exchange reserves unexpectedly bounced back in May after a surprise drop the previous month.

The rally on the mainland was also aided by strong foreign inflows, with foreigners via the Stock Connect buying more than 8 billion yuan (\$1.15 billion) worth of A-shares on Monday.

Closing Prices – 10 June 2019

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	26062.68	↑ 78.74/0.30%	.N225	21134.42	↑ 249.71/1.20%
/.SPX	2886.73	↑ 13.39/0.47%	.KS200	272.10	↑ 3.83/1.43%
/.IXIC	7823.169	↑ 81.068/1.05%	.HSI	27578.64	↑ 613.08/2.27%
JPY=	108.43	↑ 0.25/0.23%	/.SSEC	2852.13020	↑ 24.33240/0.86%
KRW=	1183.02	↑ 1.95/0.17%	/CLc1 (Oil)	53.42	↓ 0.62/1.15%

ECONOMIC INDICATORS

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.
01-Jun - 10-Jun	N/A	GB	BoE/TNS Inflation Next 12 Mths	May		--	3.2%	
Mon/10-Jun-19	All	AU	Bank Holiday (Queen's Birthday)					
	06:50	JP	Bank Lending Ex-Trusts YoY	May	2.8%	--	2.5%	
	06:50	JP	Bank Lending Incl Trusts YoY	May	2.6%	--	2.4%	
	06:50	JP	BoP Current Account Adjusted	Apr P	¥1600.1b	¥1440.2b	¥1271.0b	
	06:50	JP	BoP Current Account Balance	Apr P	¥1707.4b	¥1514.5b	¥2847.9b	
	06:50	JP	GDP Annualized SA QoQ	1Q F	2.2%	2.2%	2.1%	
	06:50	JP	GDP Business Spending QoQ	1Q F	0.3%	0.5%	-0.3%	
	06:50	JP	GDP Deflator YoY	1Q F	0.1%	0.2%	0.2%	
	06:50	JP	GDP Nominal SA QoQ	1Q F	0.8%	0.8%	0.8%	
	06:50	JP	GDP Private Consumption QoQ	1Q F	-0.1%	-0.1%	-0.1%	
	06:50	JP	GDP SA QoQ	1Q F	0.6%	0.6%	0.5%	
	06:50	JP	Trade Balance BoP Basis	Apr P	-98.2b¥	¥5.0b	¥700.1b	
	08:33	CN	Exports YoY	May	1.1%	-3.9%	-2.7%	
	08:33	CN	Exports YoY CNY	May	7.7%	4.7%	3.1%	
	08:33	CN	Imports YoY	May	-8.5%	-3.5%	4.0%	
	08:33	CN	Imports YoY CNY	May	-2.5%	5.8%	10.3%	
	08:33	CN	Trade Balance	May	\$41.65b	\$22.30b	\$13.84b	
	08:33	CN	Trade Balance CNY	May	279.12b	136.00b	93.57b	
	12:00	JP	Eco Watchers Survey Current SA	May	44.1	45.4	45.3	
	12:00	JP	Eco Watchers Survey Outlook SA	May	45.6	48.0	48.4	
	15:30	GB	Construction Output SA MoM	Apr	-0.4%	0.5%	-1.9%	
	15:30	GB	Construction Output SA YoY	Apr	2.4%	3.3%	3.2%	
	15:30	GB	GDP (MoM)	Apr	-0.4%	-0.1%	-0.1%	
	15:30	GB	Index of Services 3M/3M	Apr	0.2%	0.2%	0.3%	
	15:30	GB	Index of Services MoM	Apr	0.0%	0.1%	-0.1%	
	15:30	GB	Industrial Production MoM	Apr	-2.7%	-1.0%	0.7%	
	15:30	GB	Industrial Production YoY	Apr	-1.0%	0.9%	1.3%	
	15:30	GB	Manufacturing Production MoM	Apr	-3.9%	-1.4%	0.9%	
	15:30	GB	Manufacturing Production YoY	Apr	-0.8%	2.0%	2.6%	
	15:30	GB	Monthly GDP 3M/3M Change	Apr	0.3%	0.4%	0.5%	
	15:30	GB	Trade Balance	Apr	-£2740m	-£4700m	-£5408m	-£6151m
	15:30	GB	Trade Balance Non EU GBP/Mn	Apr	-£4595m	-£4476m	-£4361m	-£6217m
	15:30	GB	Visible Trade Balance GBP/Mn	Apr	-£12113m	-£13000m	-£13650m	-£15430m
Tue/11-Jun-19	05:45	NZ	Mfg Activity SA QoQ	1Q		--	-0.5%	
	05:45	NZ	Mfg Activity Volume QoQ	1Q		--	2.0%	
	08:30	AU	NAB Business Conditions	May		--	3	
	08:30	AU	NAB Business Confidence	May		--	0	
11-Jun - 18-Jun	N/A	CN	Foreign Direct Investment YoY CNY	May		--	6.3%	
	13:00	JP	Machine Tool Orders YoY	May P		--	-33.4%	
	15:30	GB	Average Weekly Earnings 3M/YoY	Apr		--	3.2%	
	15:30	GB	Claimant Count Rate	May		--	3.0%	
	15:30	GB	Employment Change 3M/3M	Apr		--	99k	
	15:30	GB	ILO Unemployment Rate 3Mths	Apr		--	3.8%	
	15:30	GB	Jobless Claims Change	May		--	24.7k	
	15:30	EZ	Sentix Investor Confidence	Jun		--	5.3	
	15:30	GB	Weekly Earnings ex Bonus 3M/YoY	Apr		--	3.3%	
	17:00	US	NFIB Small Business Optimism	May		--	103.5	
	19:30	US	PPI Ex Food and Energy MoM	May		--	0.1%	
	19:30	US	PPI Ex Food and Energy YoY	May		--	2.4%	
	19:30	US	PPI Ex Food, Energy, Trade MoM	May		--	0.4%	
	19:30	US	PPI Ex Food, Energy, Trade YoY	May		--	2.2%	
	19:30	US	PPI Final Demand MoM	May		--	0.2%	
	19:30	US	PPI Final Demand YoY	May		--	2.2%	
Wed/12-Jun-19	06:00	KR	Unemployment rate SA	May		--	4.1%	
	06:25	AU	RBA's Kent Speaks in Melbourne					
	06:50	JP	Core Machine Orders MoM	Apr		--	3.8%	
	06:50	JP	Core Machine Orders YoY	Apr		--	-0.7%	
	06:50	JP	PPI MoM	May		--	0.3%	
	06:50	JP	PPI YoY	May		--	1.2%	
	07:30	AU	Westpac Consumer Conf Index	Jun		--	101.3	
	07:30	AU	Westpac Consumer Conf SA MoM	Jun		--	0.6%	
	08:30	CN	CPI YoY	May		--	2.5%	
	08:30	CN	PPI YoY	May		--	0.9%	
	16:00	AU	RBA's Ellis Speaks in Melbourne					

	19:30	US	CPI Core Index SA	May	--	261.735	
	19:30	US	CPI Ex Food and Energy MoM	May	0.2%	0.1%	
	19:30	US	CPI Ex Food and Energy YoY	May	--	2.1%	
	19:30	US	CPI Index NSA	May	--	255.548	
	19:30	US	CPI MoM	May	0.1%	0.3%	
	19:30	US	CPI YoY	May	1.8%	2.0%	
	19:30	US	Real Avg Hourly Earning YoY	May	--	1.2%	
	19:30	US	Real Avg Weekly Earnings YoY	May	--	0.9%	
	21:30	US	DOE Cushing OK Crude Inventory	Jun-07	--	--	
	21:30	US	DOE U.S. Crude Oil Inventories	Jun-07	--	--	
	21:30	US	DOE U.S. Distillate Inventory	Jun-07	--	--	
	21:30	US	DOE U.S. Gasoline Inventories	Jun-07	--	--	
Thu/13-Jun-19	01:00	US	Monthly Budget Statement	May	--	\$160.3b	
	06:01	GB	RICS House Price Balance	May	--	-23%	
	06:50	JP	BSI Large All Industry QoQ	2Q	--	-1.7	
	06:50	JP	BSI Large Manufacturing QoQ	2Q	--	-7.3	
	08:00	AU	Consumer Inflation Expectation	Jun	--	3.3%	
	08:30	AU	Employment Change	May	--	28.4k	
	08:30	AU	Full Time Employment Change	May	--	-6.3k	
	08:30	AU	Part Time Employment Change	May	--	34.7k	
	08:30	AU	Participation Rate	May	--	65.8%	
	08:30	AU	Unemployment Rate	May	--	5.2%	
	11:30	JP	Tertiary Industry Index MoM	Apr	--	-0.4%	
	12:45	CH	SECO June 2019 Economic Forecasts				
	13:00	DE	CPI EU Harmonized MoM	May F	--	--	
	13:00	DE	CPI EU Harmonized YoY	May F	--	--	
	13:00	DE	CPI MoM	May F	--	--	
	13:00	DE	CPI YoY	May F	--	--	
	14:00	CH	KOF Institute Summer Economic Forecast				
	14:30	CH	SNB 3-Month Libor Lower Target Range	Jun-13	--	-1.25%	
	14:30	CH	SNB 3-Month Libor Upper Target Range	Jun-13	--	-0.25%	
	14:30	CH	SNB Sight Deposit Interest Rate	Jun-13	--	-0.75%	
	16:00	EZ	Industrial Production SA MoM	Apr	--	-0.3%	
	16:00	EZ	Industrial Production WDA YoY	Apr	--	-0.6%	
	19:30	US	Continuing Claims	Jun-01	--	--	
	19:30	US	Initial Jobless Claims	Jun-08	--	--	
Fri/14-Jun-19	05:30	NZ	BusinessNZ Manufacturing PMI	May	--	53	
	09:00	CN	Industrial Production YoY	May	--	5.4%	
	09:00	CN	Industrial Production YTD YoY	May	--	6.2%	
	09:00	CN	Retail Sales YoY	May	--	7.2%	
	09:00	CN	Retail Sales YTD YoY	May	--	8.0%	
	09:00	CN	Surveyed Jobless Rate	May	--	5.0%	
	11:30	JP	Capacity Utilization MoM	Apr	--	-0.4%	
	11:30	JP	Industrial Production MoM	Apr F	--	--	
	11:30	JP	Industrial Production YoY	Apr F	--	--	
	15:30	HK	Industrial Production YoY	1Q	--	1.3%	
	15:30	HK	PPI YoY	1Q	--	0.3%	
	19:30	US	Retail Sales Advance MoM	May	--	-0.2%	
	19:30	US	Retail Sales Control Group	May	--	0.0%	
	19:30	US	Retail Sales Ex Auto and Gas	May	--	-0.2%	
	19:30	US	Retail Sales Ex Auto MoM	May	--	0.1%	
	20:15	US	Capacity Utilization	May	--	77.9%	
	20:15	US	Industrial Production MoM	May	--	-0.5%	
	20:15	US	Manufacturing (SIC) Production	May	--	-0.5%	
	21:00	US	Business Inventories	Apr	--	0.0%	
	21:00	US	U. of Mich. 1 Yr Inflation	Jun P	--	--	
	21:00	US	U. of Mich. 5-10 Yr Inflation	Jun P	--	--	
	21:00	US	U. of Mich. Current Conditions	Jun P	--	--	
	21:00	US	U. of Mich. Expectations	Jun P	--	--	
	21:00	US	U. of Mich. Sentiment	Jun P	--	--	
Sat/15-Jun-19	00:00	US	Baker Hughes U.S. Rig Count	Jun-14	--	--	

Dow Jones (1YMM9 – Jun)

Exp. Date: 21 Jun 2019



RESISTANCE	26483	
	26386	
	26242	
SUPPORT	26001	
	25904	
	25760	
SUGGESTION	BUY	26070
	SELL	---
	S/L	25945
	T/P:	26270 26370

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
10 June	26150	26289	26048	241	26099	26099	↑ 92	0.35	181755

WEEKLY		JUNE		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
26289 (10/Jun)	26048 (10/Jun)	26289 (10/Jun)	24610 (03/Jun)	26694 (24/Apr)	22563 (04/Jan)

Nikkei (SSlamM9 – Jun)

Exp. Date: 13 Jun 2019



RESISTANCE	21326	
	21263	
	21196	
SUPPORT	21066	
	21003	
	20936	
SUGGESTION	BUY	21100
	SELL	---
	S/L	20975
	T/P:	21300 21400

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE%	VOLUME
10 June SS1pmM9	21150	21195	21110	85	21130	---	↓ 25	0.12	24923
10 June SS1amM9	21180	21200	21070	130	21155	21155	↑ 230	1.10	64515

WEEKLY		JUNE		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
21200 (10/Jun)	21070 (10/Jun)	21200 (10/Jun)	20285 (04/Jun)	22495 (03/May)	19205 (04/Jan)

Kospi 200 (KSM9 – Jun)

Exp. Date: 13 Jun 2019



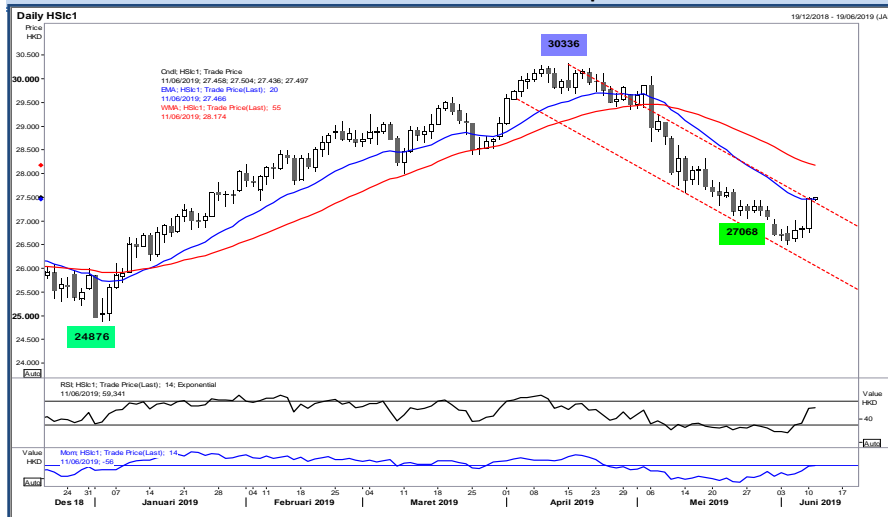
RESISTANCE	277.01	
	274.63	
	273.16	
SUPPORT	269.31	
	266.93	
	265.46	
SUGGESTION	BUY	271.40
	SELL	---
	S/L	269.90
	T/P:	273.40 274.90

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
10 June	269.70	272.25	268.40	3.85	271.70	271.70	↑ 4.10	1.53	242552

WEEKLY		JUNE		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
272.25 (10/Jun)	268.40 (10/Jun)	272.25 (10/Jun)	261.90 (03/Jun)	292.10 (17/Apr)	255.60 (04/Jan)

Hang Seng (HSIM9 – JUN)

Exp. Date: 27 June 2019



RESISTANCE	28350	
	27977	
	27761	
SUPPORT	27172	
	26799	
	26583	
SUGGESTION	BUY	27515
	SELL	---
	S/L	27365
	T/P:	27715 27865

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
10 June	27127	27516	27016	500	27469	27469	↑ 601	2.24	196932

WEEKLY		JUNE		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
27516 (10/Jun)	27016 (10/Jun)	27516 (10/Jun)	26505 (04/Jun)	30336 (15/Apr)	24876 (03/Jan)

Disclaimer

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