

Daily Outlook

GLOBAL STOCK INDEX

<p><u>DJIA</u></p>	<p>U.S. stocks showed signs of stabilizing on Thursday, but gains were kept in check by conflicting comments on trade talks from President Donald Trump and Beijing that reinforced concerns about a potentially lengthy battle harming global growth.</p> <p>Trump said talks with China were going well but those comments were countered by a senior Chinese diplomat who said provoking trade disputes is "naked economic terrorism."</p> <p>The lack of clarity around the trade battle has rattled investors of late, after the S&P 500 had risen more than 17% through the first four months of the year on optimism a trade deal between the two countries could be reached.</p> <p>That optimism has faded, however, as the escalating dispute between the two countries has weighed heavily on Wall Street in May, with each of the three main indexes declining at least 5% for the month. Thursday's gains marked the first advance for major U.S. indexes this week.</p> <p>A government report on Thursday showed U.S. inflation was much weaker than initially thought in the first quarter on a sharp slowdown in domestic demand, while growth was also slightly lower than estimated in April.</p> <p>The Dow Jones Industrial Average rose 43.47 points, or 0.17%, to 25,169.88, the S&P 500 gained 5.84 points, or 0.21%, to 2,788.86 and the Nasdaq Composite added 20.41 points, or 0.27%, to 7,567.72.</p> <p>Trade jitters helped sustain demand for safe haven debt, as U.S. Treasury yields held near 20-month lows. The yield curve between three-month bills and 10-year notes remained inverted, the inversion the widest in nearly 12 years. [nL2N23619I]</p> <p>That, in turn, weighed on interest-rate sensitive bank stocks, which dropped 1.2% and were on track for a third straight day of declines, while the broader financial sector declined 0.5%.</p> <p>The energy sector fell 1.2%, as oil prices settled down nearly 4% in part due to a smaller-than-expected decline in U.S. crude inventories. The sector has fallen more than 10% this month.</p>
<p><u>Nikkei</u></p>	<p>Japan's Nikkei share average closed at a 3-1/2-month low on Thursday, on growing anxiety the trade dispute between the United States and China will be prolonged and damaging to the economy.</p> <p>The Nikkei fell 0.29% to 20,942, its lowest close since mid-February. It earlier declined as much as 0.92% to 20,809, edging near its May 14 intraday low of 20,751.</p> <p>But a break below that line, which will take the Nikkei to the lowest levels since mid-February, will further impact already weak market sentiment, he added.</p> <p>The broader Topix slipped 0.29% to 1,531.98, its lowest finish since Jan. 11.</p> <p>Despite the downturn, the Japanese share market has fared better than many of its global peers. MSCI Japan has shed 3.7% so far in May, less than the 5.6% fall in MSCI ACWI, on course to mark their first outperformance for this year.</p> <p>Yet that was of little comfort to investors, who have become increasingly pessimistic that the United States and China could strike a trade deal on the sideline of a G20 summit meeting in late June.</p> <p>Investor appetite remains subdued even as the dividend yield on Topix is reaching to highest levels in almost seven years at 2.54 percent</p> <p>In strongly worded commentaries, Chinese newspapers warned on Wednesday that Beijing is ready to use rare earth elements to strike back in a trade war with the United States.</p>
<p><u>Kospi</u></p>	<p>South Korea's KOSPI stock index rebounded from its 1.3% fall in the previous session to close higher on Thursday. The Korean won jumped as foreign exchange authorities were suspected to have sold dollars shortly after market opened to curb the current weakness, while benchmark bond yields also rose.</p> <p>The Seoul stock market's main KOSPI ended 15.48 points or 0.77% higher at 2,038.80.</p> <p>Foreigners were net buyers of 43.1 billion won worth of shares on the main board.</p> <p>Shares of Very Good Tour Co declined 9.1% to their lowest since April 2013, after a pleasure boat, mostly carrying South Korean tourists, capsized in the Danube River in the Hungarian capital, killing at least seven people on Wednesday.</p> <p>South Korea's central bank is expected to keep its monetary policy unchanged at 1.75% on Friday, according to a Reuters poll, but pressure is growing to cut interest rates as the ongoing U.S.-China trade dispute hits global demand for the country's exports.</p> <p>Markets are waiting for the policy rate decision as well as any comments from the foreign exchange authorities on the won's recent volatile movement.</p> <p>The won was quoted at 1,188.8 per dollar on the onshore settlement platform, outperforming its Asian peers to gain 0.43% higher than its previous close at 1,193.9.</p> <p>The South Korean won bounced back on Thursday on suspected intervention by foreign exchange authorities in earlier trade, though escalating Sino-U.S. trade tensions curbed investors' appetite for riskier currencies.</p>

In offshore trading, the won was quoted at 1,189.2 per U.S. dollar, up 0.3% from the previous day, while in non-deliverable forward trading, its one-month contract was quoted at 1,186.6 per dollar.

Hang Seng & Shanghai

➤ **Hong Kong stocks** on Thursday closed at a four-month low as Beijing stepped up its rhetoric amid a festering trade dispute with Washington.

The Hang Seng index ended down 0.4% at 27,114.88 points, its lowest closing level since January 24, while the China Enterprises Index closed up 0.6% at 10,450.09 points.

Provoking trade disputes is "naked economic terrorism", a senior Chinese diplomat said on Thursday, ramping up the rhetoric against the United States amid a bitter trade war that isn't showing any signs of ending soon.

His comments came after Chinese newspapers reported that Beijing could use rare earths to strike back at Washington after U.S. President Donald Trump remarked he was "not yet ready" to make a deal with China over trade.

Around the region, MSCI's Asia ex-Japan stock index was firmer by 0.19%, while Japan's Nikkei index closed down 0.29%.

➤ **China stocks** dropped on Thursday, as trade war fears heightened after Beijing stepped up the rhetoric against Washington.

The blue-chip CSI300 index fell 0.6%, to 3,641.18, while the Shanghai Composite Index lost 0.3% to 2,905.81.

Provoking trade disputes is "naked economic terrorism", a senior Chinese diplomat said on Thursday, ramping up the rhetoric against the United States amid a bitter trade war that is not showing any signs of ending soon.

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The possibility of A-share market returning to the bottom-seeking process in 2018 could not be ruled out, given no short-term solution to the stalemate in the Sino-U.S. trade war and a lack of upside momentum for China's macro economy, Zheshang Securities noted in report.

The A-share market could come under further pressure in case of substantially increased volatility in overseas markets, the brokerage added.

Activity in China's vast factory sector is expected to have shrunk in May after expanding slightly for two months, keeping pressure on policymakers to roll out more stimulus to stabilise an economy hit by a bruising trade war with the United States.

China on Wednesday adopted a series of guidance measures, from improving macro-economic policies and ensuring food security to lowering medical costs, as President Xi Jinping warned that reform faces new problems with external uncertainties rising.

Closing Prices – 30 May 2019

	CLOSE	CHANGE		CLOSE	CHANGE
.DJI	25169.88	↑ 43.47/0.17%	.N225	20942.53	↓ 60.84/0.29%
/.SPX	2788.86	↑ 5.84/0.21%	.KS200	263.93	↑ 2.56/0.98%
/.IXIC	7567.716	↑ 20.407/0.27%	.HSI	27114.88	↓ 120.83/0.44%
JPY=	109.60	↑ 0.02/0.02%	/.SSEC	2905.80540	↓ 8.89100/0.31%
KRW=	1188.73	↓ 4.30/0.36%	/CLc1 (Oil)	56.41	↓ 2.65/4.49%

ECONOMIC INDICATORS

DATE	WIB	CTY	INDICATORS	PER	ACTUAL	FORECAST	PREV.	REV.	
Mon/27-May-19	08:30	CN	Industrial Profits YoY	Apr	-3.7%	--	13.9%		
	12:00	JP	Coincident Index	Mar F	99.4	--	99.6		
	12:00	JP	Leading Index CI	Mar F	95.9	--	96.3		
	15:30	HK	Exports YoY	Apr	-2.6%	--	-1.2%		
	15:30	HK	Imports YoY	Apr	-5.5%	--	-0.1%		
	15:30	HK	Trade Balance HKD	Apr	H\$-35.1b	H\$-47b	H\$-59.2b		
27-May - 03-Jun	N/A	DE	Retail Sales MoM	Apr		--	-0.2%		
27-May - 03-Jun	N/A	DE	Retail Sales NSA YoY	Apr		--	-2.1%		
	All	GB	Bank Holiday (Spring Bank Holiday)						
	All	US	Bank Holiday (Memorial Day)						
Tue/28-May-19	04:00	KR	Consumer Confidence	May	97.96	102.5	102.00		
	06:50	JP	PPI Services YoY	Apr	0.9%	1.1%	1.1%		
	12:45	CH	GDP QoQ	1Q	0.6%	0.4%	0.2%	0.3%	
	12:45	CH	GDP YoY	1Q	1.7%	1.0%	1.4%	1.5%	
	13:00	CH	Exports Real MoM	Apr	-0.6%	--	0.1%	0.5%	
	13:00	DE	GfK Consumer Confidence	Jun	10.1	10.4	10.4		
	13:00	CH	Imports Real MoM	Apr	1.5%	--	-3.2%	-3.3%	
	15:30	GB	UK Finance Loans for Housing	Apr	42989	39450	40564		
	28-May - 03-Jun	N/A	GB	Nationwide House PX MoM	May		--	0.4%	
	28-May - 03-Jun	N/A	GB	Nationwide House Px NSA YoY	May		--	0.9%	
		16:00	EZ	Business Climate Indicator	May	0.3	0.4	0.42	
		16:00	EZ	Consumer Confidence	May F	-6.5	-6.5	-6.5	-7.3
		16:00	EZ	Economic Confidence	May	105.1	103.9	104	103.9
		16:00	EZ	Industrial Confidence	May	-2.9	-4.2	-4.1	-4.3
		16:00	EZ	Services Confidence	May	12.2	11.0	11.5	11.8
		20:00	US	FHFA House Price Index MoM	Mar	0.1%	0.2%	0.3%	
		20:00	US	House Price Purchase Index QoQ	1Q	1.1%	--	1.1%	
		20:00	US	S&P CoreLogic CS 20-City MoM SA	Mar	0.1%	0.5%	0.2%	
		20:00	US	S&P CoreLogic CS 20-City NSA Index	Mar	214.1	213.8	212.6	
		20:00	US	S&P CoreLogic CS 20-City YoY NSA	Mar	2.7%	2.5%	3.0%	
		20:00	US	S&P CoreLogic CS US HPI NSA Index	Mar	206.23	--	205.04	
		20:00	US	S&P CoreLogic CS US HPI YoY NSA	Mar	3.72%	--	4.01%	
	21:00	US	Conf. Board Consumer Confidence	May	134.1	130	129.2		
	21:00	US	Conf. Board Expectations	May	106.6	--	103		
	21:00	US	Conf. Board Present Situation	May	175.2	--	169.0		
	21:30	US	Dallas Fed Manf. Activity	May	-5.3	5.8	2		
Wed/29-May-19	04:00	KR	Business Survey Manufacturing	Jun	76	72	77	75	
	04:00	KR	Business Survey Non-Manufacturing	Jun		--	77		
	07:00	JP	BOJ Kuroda speaks in Tokyo						
	08:00	NZ	ANZ Activity Outlook	May	8.5	--	7.1		
	08:00	NZ	ANZ Business Confidence	May	-32.0	--	-37.5		
	14:00	CH	KOF Leading Indicator	May	94.4	96.2	96.2		
	14:55	DE	Unemployment Change (000's)	May	60k	-7k	-12k		
	14:55	DE	Unemployment Claims Rate SA	May	5.0%	4.9%	4.9%		
	15:00	CH	Credit Suisse Survey Expectations	May	-14.3	--	-7.7		
	15:00	EZ	ECB's Rehn Speaks in London						
	21:00	CA	Bank of Canada Rate Decision	May-29	1.75%	1.75%	1.75%		
21:00	US	Richmond Fed Manuf. Index	May	5	6	3			
Thu/30-May-19	08:30	AU	Building Approvals MoM	Apr	-4.7%	0.0%	-15.5%	-13.4%	
	08:30	AU	Building Approvals YoY	Apr	-24.2%	-22.4%	-27.3%	-25.4%	
	08:30	AU	Private Capital Expenditure	1Q	-1.7%	0.4%	2.0%	1.3%	
		All	CH Bank Holiday (Ascension Day)						
	17:00	CA	CFIB Business Barometer	May	59.7	--	56.7		
	19:30	US	Advance Goods Trade Balance	Apr	-\$72.12b	-\$72.3b	-\$71.4b		
	19:30	US	Continuing Claims	May-18	1657k	1662k	1683k		
	19:30	US	Core PCE QoQ	1Q S	1.0%	1.3%	1.3%		
	19:30	CA	Current Account Balance	1Q	-\$17.53b	-\$17.93b	-\$15.48b	-\$16.62b	
	19:30	US	GDP Annualized QoQ	1Q S	3.1%	3.1%	3.2%		
	19:30	US	GDP Price Index	1Q S	0.5%	0.9%	0.9%		
	19:30	US	Initial Jobless Claims	May-25	215k	214k	212k		
	19:30	US	Personal Consumption	1Q S	1.3%	1.2%	1.2%		
	19:30	US	Retail Inventories MoM	Apr	0.5%	0.2%	-0.3%		
	19:30	US	Wholesale Inventories MoM	Apr P	0.7%	0.1%	-0.1%		
	21:00	US	Pending Home Sales MoM	Apr	-1.5%	0.5%	3.8%		
	21:00	US	Pending Home Sales NSA YoY	Apr	0.4%	0.1%	-3.2%		
	22:00	US	DOE Cushing OK Crude Inventory	May-24	-16k	--	1266k		

	22:00	US	DOE U.S. Crude Oil Inventories	May-24	-282k	--	4740k	
	22:00	US	DOE U.S. Distillate Inventory	May-24	-1620k	--	768k	
	22:00	US	DOE U.S. Gasoline Inventories	May-24	2204k	--	3716k	
	23:00	US	Fed's Clarida Speaks to the Economic Club of New York					
Fri/31-May-19	01:15	CA	Speech – Bank of Canada Senior Deputy Governor Wilkins					
	05:00	NZ	ANZ Consumer Confidence Index	May		--	123.2	
	05:00	NZ	ANZ Consumer Confidence MoM	May		--	1.1%	
	06:00	KR	Cyclical Leading Index Change	Apr		--	-0.1	
	06:00	KR	Industrial Production SA MoM	Apr		--	1.4%	
	06:00	KR	Industrial Production YoY	Apr		--	-2.8%	
	N/A	KR	BoK 7-Day Repo Rate	May-31		--	1.75%	
	06:01	GB	GfK Consumer Confidence	May		--	-13	
	06:01	GB	Lloyds Business Barometer	May		--	14	
	06:30	JP	Jobless Rate	Apr		--	2.5%	
	06:30	JP	Job-To-Applclicant Ratio	Apr		--	1.63	
	06:50	JP	Industrial Production MoM	Apr P		--	-0.6%	
	06:50	JP	Industrial Production YoY	Apr P		--	-4.3%	
	06:50	JP	Loans & Discounts Corp YoY	Apr		--	3.59%	
	06:50	JP	Retail Sales MoM	Apr		--	0.2%	
	06:50	JP	Retail Sales YoY	Apr		--	1.0%	
	08:00	CN	Composite PMI	May		--	53.4	
	08:00	CN	Manufacturing PMI	May		49.9	50.1	
	08:00	CN	Non-manufacturing PMI	May		54.3	54.3	
	08:30	AU	Private Sector Credit MoM	Apr		0.3%	0.3%	
	08:30	AU	Private Sector Credit YoY	Apr		3.8%	3.9%	
	12:00	JP	Construction Orders YoY	Apr		--	66.1%	
	12:00	JP	Consumer Confidence Index	May		--	40.4	
	13:30	CH	Retail Sales Real YoY	Apr		--	-0.7%	
	15:30	GB	Mortgage Approvals	Apr		--	62.3k	
	15:30	GB	Net Consumer Credit	Apr		--	0.5b	
	15:30	GB	Net Lending Sec. on Dwellings	Apr		--	4.1b	
	15:30	HK	Retail Sales Value YoY	Apr		--	-0.2%	
	15:30	HK	Retail Sales Volume YoY	Apr		--	-0.8%	
	19:00	DE	CPI EU Harmonized MoM	May P		--	1.0%	
	19:00	DE	CPI EU Harmonized YoY	May P		--	2.1%	
	19:00	DE	CPI MoM	May P		--	1.0%	
	19:00	DE	CPI YoY	May P		--	2.0%	
	19:30	CA	GDP MoM	Mar		--	-0.1%	
	19:30	CA	GDP YoY	Mar		--	1.1%	
	19:30	US	PCE Core Deflator MoM	Apr		0.2%	0.0%	
	19:30	US	PCE Core Deflator YoY	Apr		1.6%	1.6%	
	19:30	US	PCE Deflator MoM	Apr		0.3%	0.2%	
	19:30	US	PCE Deflator YoY	Apr		1.6%	1.5%	
	19:30	US	Personal Income	Apr		0.3%	0.1%	
	19:30	US	Personal Spending	Apr		0.2%	0.9%	
	19:30	CA	Quarterly GDP Annualized	1Q		--	0.4%	
	19:30	US	Real Personal Spending	Apr		--	0.7%	
	20:45	US	MNI Chicago PMI	May		54	52.6	
	21:00	US	U. of Mich. 1 Yr Inflation	May F		--	2.8%	
	21:00	US	U. of Mich. 5-10 Yr Inflation	May F		--	2.6%	
	21:00	US	U. of Mich. Current Conditions	May F		--	112.4	
	21:00	US	U. of Mich. Expectations	May F		--	96	
	21:00	US	U. of Mich. Sentiment	May F		101.5	102.4	
Sat/01-Jun-19	00:00	US	Baker Hughes U.S. Rig Count	May-31		--	--	
	07:00	KR	Exports YoY	May		--	-2.0%	
	07:00	KR	Imports YoY	May		--	2.4%	
	07:00	KR	Trade Balance	May		--	\$4120m	
01-Jun - 10-Jun	N/A	GB	BoE/TNS Inflation Next 12 Mths	May		--	3.2%	

Dow Jones (1YMM9 – Jun)

Exp. Date: 21 Jun 2019



RESISTANCE	25411	
	25314	
	25250	
SUPPORT	25089	
	24992	
	24928	
SUGGESTION	BUY	---
	SELL	25215
	S/L	25340
	T/P:	25015 24915

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
30 May	25106	25218	25057	161	25186	25186	↑ 77	0.31	201362

WEEKLY		MAY		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
25717 (28/May)	24937 (29/May)	26691 (01/May)	24937 (29/May)	26694 (24/Apr)	22563 (04/Jan)

Nikkei (SSlamM9 – Jun)

Last Trading Date: 17 Jun 2019



RESISTANCE	21210	
	21100	
	21020	
SUPPORT	20830	
	20720	
	20640	
SUGGESTION	BUY	---
	SELL	20970
	S/L	21100
	T/P:	20770 20670

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE%	VOLUME
30 May SS1pmM9	20945	20990	20855	135	20940	---	↑ 25	0.12	19263
30 May SS1amM9	20900	20945	20800	145	20915	20915	↑ 10	0.05	51110

WEEKLY		MAY		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
21300 (28/May)	20720 (29/May)	22495 (03/May)	20720 (29/May)	22495 (03/May)	19205 (04/Jan)

Kospi 200 (KSM9 – Jun)

Exp. Date: 13 Jun 2019



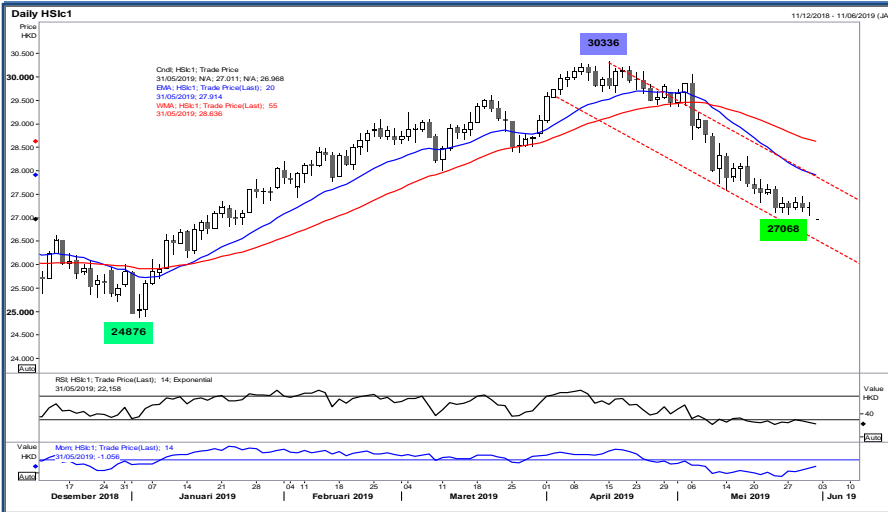
RESISTANCE	267.70	
	266.00	
	265.15	
SUPPORT	262.60	
	260.90	
	260.05	
SUGGESTION	BUY	264.00
	SELL	---
	S/L	262.50
	T/P:	266.00 267.00

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
30 May	262.20	264.30	261.75	2.55	264.30	264.30	↑ 3.20	1.23	217779

WEEKLY		MAY		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
266.10 (28/May)	260.20 (29/May)	287.50 (02/May)	260.20 (29/May)	292.10 (17/Apr)	255.60 (04/Jan)

Hang Seng (HSIM9 – JUN)

Exp. Date: 27 June 2019



RESISTANCE	27684	
	27501	
	27214	
SUPPORT	26744	
	26561	
	26274	
SUGGESTION	BUY	---
	SELL	26960
	S/L	27110
	T/P:	26760 26610

DATE	OPEN	HIGH	LOW	RANGE	CLOSE	SETTLE	CHANGE	CHANGE %	VOLUME
30 May (HSIM9)	27120	27166	26849	317	26927	26927	↓ 142	0.52	219734
30 May (HSIK9)	27274	27319	27042	277	27100	27100	↓ 128	0.47	36020

WEEKLY		MAY		2019	
HIGH	LOW	HIGH	LOW	HIGH	LOW
27449 (28/May)	26849 (30/May)	29875 (03/May)	26849 (30/May)	30336 (15/Apr)	24876 (03/Jan)

Disclaimer

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