

Weekly Outlook

Friday, 09 June 2017

12 – 16 June 2017

SINGAPORE – Data Docket Likely To Focus On NODX

For the upcoming week, Singapore’s key data will be the May non-oil domestic exports (NODX) data on 16 June (Fri). Of secondary interest will be the April retail sales data & the 3Q Manpower survey on 12 May (Mon).

KEY ASIAN ECONOMIES – BI Policy Decision & China Data Remain In Focus

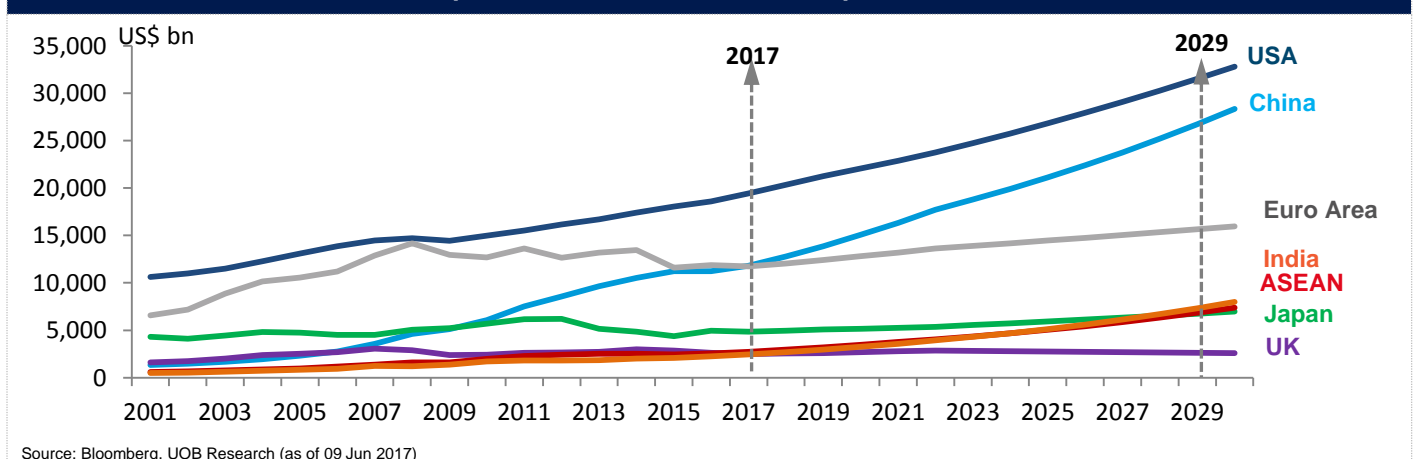
Friday’s (9 Jun) focus will be China’s CPI inflation & PPI while the potentially more provocative N. Korean missile tests will keep markets’ attention on geo-politics, especially as it could come ahead of Kim Jong-Il Initiation Day (19 Jun) which is a North Korean holiday. This is a full work week for Asia except for Australia, Philippines & Malaysia which are closed on Monday (12 Jun) for their respective holidays. Bank Indonesia (BI) is the only major Asian central bank with a monetary policy decision this week and BI is expected to stay unchanged while China’s data will still be in focus for this new week as we will get the May money supply and loans financing data (10-15 Jun), May retail sales (14 Jun), May FAI (14 Jun), May IP (14 Jun), and May FX Net settlement data (16 Jun). The final 1Q GDP data will be in focus for New Zealand (15 Jun) while Australia’s major data will be the May employment report which is also released on the same day. There is the 3Q Manpower survey for the major Asian economies including Hong Kong, Taiwan, Singapore (all on 12 Jun) and China (13 Jun). There is also May trade data for Indonesia (15 Jun).

US AND DEVELOPED ECONOMIES – FOMC, BOE, SNB & BOJ Policy Decisions This Week

UK election polls closed in the early hours of Asia Friday morning (9 Jun) and the exit polls project Conservatives will not get a majority in UK parliament. Bulk of election results will likely be out after 10am Singapore time so Asian financial markets will be first to respond to the UK election outcome. (Please see [preview report](#)) After the UK elections, European geo-politics will remain in focus with this weekend’s French parliamentary elections (1st round) and Italian local elections (both on 11 Jun) and in the new week (12-16), the focus shifts to the major central banks including the Fed Reserve (13/14 Jun FOMC), the Bank of England (BOE) (15 Jun), the Swiss National Bank (SNB) (15 Jun) and the Bank of Japan (BOJ) (16 Jun). A 25bps Fed rate hike is already well-priced in by the markets and attention is on any new details regarding the Fed balance sheet reduction (BSR), especially from Yellen’s post-decision press conference. Meanwhile, we expect the SNB to keep policy unchanged while the BOE may need to augment its policy decision depending on the outcome of UK election. The BOJ is likely to keep policy status quo but there is speculation that the BOJ may communicate to market about an exit policy, even though an exit from QE is unlikely anytime soon for BOJ. The key US & developed economies data includes UK May CPI, PPI & RPI (13 Jun), US May CPI & advance retail sales (14 Jun), US May IP (15 Jun), US housing data (16 Jun) and US prelim June consumer sentiment (16 Jun). US domestic politics in Washington will remain in focus this week following former FBI director James Comey Senate testimony (8 Jun) while US president Trump (8 Jun) offered Secretary of State Rex Tillerson to mediate the diplomatic standoff between Qatar and the Saudi-led coalition.

CHART OF THE WEEK

ASEAN And India Both Set To Surpass UK in 2017 & Overtake Japan Before 2030



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[Japan 1Q17 GDP: Growth Revised Lower To +1.0% \(2nd Reading\)](#)

[FX Pulse: Super Thursday](#)

KEY DATA/EVENTS: ASIA & OCEANIA

Date		Data/Event	Mth	Prior	Date		Data/Event	Mth	Prior
09 Jun	CH	CPI YoY	May	1.20%	14 Jun	CH	Retail Sales YoY	May	10.70%
	CH	PPI YoY	May	6.40%		CH	Retail Sales YTD YoY	May	10.20%
	CH	Foreign Direct Investment YoY CNY	May	-4.30%		CH	Fixed Assets Ex Rural YTD YoY	May	8.90%
10 Jun	CH	Money Supply M2 YoY	May	10.50%		CH	Industrial Production YoY	May	6.50%
	CH	Money Supply M1 YoY	May	18.50%		CH	Industrial Production YTD YoY	May	6.70%
	CH	Money Supply M0 YoY	May	6.20%		NZ	Food Prices MoM	May	-0.80%
	CH	New Yuan Loans CNY	May	1100.0b		NZ	BoP Current Account Balance NZD	1Q	-2.335b
	CH	Aggregate Financing CNY	May	1394.2b		NZ	Current Account GDP Ratio YTD	1Q	-2.70%
12 Jun	NZ	REINZ House Sales YoY	May	-31.00%		SK	Unemployment rate SA	May	4.00%
	MA	Malaysian markets closed for Nuzul Al-quran holiday				AU	Westpac Consumer Conf Index	Jun	98
	PH	Philippines market closed for Independence Day holiday				AU	Westpac Consumer Conf SA MoM	Jun	-1.10%
	AU	Australian markets closed for Queen's Birthday holiday.				IN	Wholesale Prices YoY	May	3.85%
	NZ	Card Spending Retail MoM	May	1.10%		IN	Trade Balance	May	\$13249.2m
	NZ	Card Spending Total MoM	May	0.50%		IN	Exports YoY	May	19.80%
	SI	Retail Sales YoY(MoM=-0.3%)	Apr	2.10%	IN	Imports YoY	May	49.10%	
	SI	Retail Sales Ex Auto YoY	Apr	0.70%	15 Jun	ID	Bank Indonesia 7D Reverse Repo	Jun-15	4.75%
	AU	RBA's Debelle Speech in Hong Kong				NZ	GDP SA QoQ (YoY=2.7%)	1Q	0.40%
	IN	CPI YoY	May	2.99%		AU	Consumer Inflation Expectation	Jun	4.00%
	IN	Industrial Production YoY	Apr	2.70%		AU	RBA FX Transactions Market	May	A\$441m
	NZ	REINZ House Sales YoY	May	-31.00%		AU	Employment Change	May	37.4k
	TA	Manpower Survey	3Q	24%	AU	Unemployment Rate	May	5.70%	
	HK	Manpower Survey	3Q	14%	AU	Full Time Employment Change	May	-11.6k	
	SI	Manpower Survey	3Q	8%	AU	Part Time Employment Change	May	49.0k	
	13 Jun	CH	Manpower Survey	3Q	4%	AU	Participation Rate	May	64.80%
		IN	Manpower Survey	3Q	18%	AU	RBA's Debelle Speech in Sydney		
AU		NAB Business Conditions	May	14	ID	Imports YoY	May	10.31%	
AU		NAB Business Confidence	May	13	ID	Exports YoY	May	12.63%	
AU		Credit Card Purchases	Apr	A\$27.4b	ID	Trade Balance	May	\$1238m	
AU		Credit Card Balances	Apr	A\$52.2b	16 Jun	SK	Export Price Index YoY(MoM=0.5%)	May	8.70%
SK		Money Supply M2 SA MoM	Apr	0.80%		SK	Import Price Index YoY(MoM=0.5%)	May	9.30%
SK		Bank Lending To Household Total	May	KR718.6t		NZ	BusinessNZ Manufacturing PMI	May	56.8
HK		PPI YoY	1Q	4.00%		SI	Non-oil Domestic Exports SA MoM	May	-9.00%
HK		Industrial Production YoY	1Q	-0.80%		SI	Non-oil Domestic Exports YoY	May	-0.70%
				SI		Electronic Exports YoY	May	4.80%	
				NZ		Non Resident Bond Holdings	May	61.50%	
				TH		Foreign Reserves	Jun-09	--	
				CH		FX Net Settlement - Clients CNY	May	-88.1b	

KEY DATA/EVENTS: US AND DEVELOPED ECONOMIES

Date		Data/Event	Mth	Prior	Date		Data/Event	Mth	Prior
09 Jun	UK	UK General Elections Results (Est. 9am SG time)			14 Jun	JN	Capacity Utilization MoM	Apr	-1.60%
10 Jun	G7	G7 Environment Ministers Meet in Italy			GE	CPI YoY (MoM=-0.2%)	May F	1.50%	
11 Jun	FR	French parliamentary elections			GE	CPI EU Harmonized YoY(MoM=-0.2%)	May F	1.40%	
	IT	Local elections in Italy			UK	Claimant Count Rate	May	2.30%	
12 Jun	JN	Machine Orders MoM(YoY=-0.7%)	Apr	1.40%	UK	Jobless Claims Change	May	19.4k	
	JN	PPI MoM (YoY=+2.1%)	May	0.20%	UK	Average Weekly Earnings 3M/YoY	Apr	2.40%	
	JN	Machine Tool Orders YoY	May P	34.70%	UK	Weekly Earnings ex Bonus 3M/YoY	Apr	2.10%	
	FR	Bank of France Bus. Sentiment	May	104	UK	ILO Unemployment Rate 3Mths	Apr	4.60%	
	IT	Industrial Production MoM(YoY=2.8%)	Apr	0.40%	UK	Employment Change 3M/3M	Apr	122k	
	US	Monthly Budget Statement	May	\$182.4b	EC	Industrial Production YoY(MoM=-0.1%)	Apr	1.90%	
13 Jun	JN	BSI Large All Industry QoQ	2Q	1.3	EC	Employment YoY (QoQ=0.3%)	1Q	1.10%	
	JN	BSI Large Manufacturing QoQ	2Q	1.1	US	MBA Mortgage Applications	Jun-09	--	
	JN	Manpower Survey	3Q	23	15 Jun	UK	Bank of England Bank Rate	Jun-15	0.25%
	FR	Non-Farm Payrolls QoQ	1Q F	0.30%	UK	BOE Asset Purchase Target	Jun	435b	
	UK	CPI YoY (MoM=0.5%)	May	2.70%	UK	BOE Corporate Bond Target	Jun	10b	
	UK	CPI Core YoY	May	2.40%	SZ	SNB Sight Deposit Interest Rate	Jun-15	-0.75%	
	UK	RPI YoY (MoM=0.5%)	May	3.50%	SZ	SNB 3-Month Libor Lower Target Range	Jun-15	-1.25%	
	UK	PPI Input NSA YoY(MoM=0.1%)	May	16.60%	SZ	SNB 3-Month Libor Upper Target Range	Jun-15	-0.25%	
	UK	PPI Output NSA YoY(MoM=0.4%)	May	3.60%	US	Import Price Index MoM(YoY=4.1%)	May	0.50%	
	UK	PPI Output Core NSA YoY(MoM=0.5%)	May	2.80%	US	Empire Manufacturing	Jun	-1	
	UK	House Price Index YoY	Apr	4.10%	US	Import Price Index ex Petroleum MoM	May	0.40%	
	GE	ZEW Survey Current Situation	Jun	83.9	US	Export Price Index MoM (YoY=3%)	May	0.20%	
	EC	ZEW Survey Expectations	Jun	35.1	US	Initial Jobless Claims	Jun-10	--	
	GE	ZEW Survey Expectations	Jun	20.6	US	Continuing Claims	Jun-03	--	
	IT	Bank of Italy Publishes Monthly Report 'Money and Banks'			US	Philadelphia Fed Business Outlook	Jun	38.8	
	US	NFIB Small Business Optimism	May	104.5	US	Industrial Production MoM	May	1.00%	
	US	PPI Final Demand MoM(YoY=2.5%)	May	0.50%	US	Capacity Utilization	May	76.70%	
	US	PPI Ex Food and Energy MoM(YoY=1.9%)	May	0.40%	US	Manufacturing (SIC) Production	May	1.00%	
	US	PPI Ex Food, Energy, Trade MoM(YoY=2.1%)	May	0.70%	US	NAHB Housing Market Index	Jun	70	
	US	Wholesale Price Index MoM(YoY=4.7%)	May	0.30%	US	Total Net TIC Flows	Apr	-\$0.7b	
	US	Wholesale Price Index MoM(YoY=4.7%)	May	0.30%	US	Net Long-term TIC Flows	Apr	\$59.8b	
14 Jun	US	FOMC Rate Decision (Upper Bound)	Jun-14	1.00%	EC	EU/Euro-Area Finance Ministers Meet in Luxembourg			
	US	FOMC Rate Decision (Lower Bound)	Jun-14	0.75%	16 Jun	JN	BOJ Policy Balance Rate	Jun-16	-0.10%
	US	FOMC Chair Janet Yellen Post-Decision Press Conference			JN	BOJ 10-Yr Yield Target	Jun-16	0.00%	
	US	CPI MoM (YoY=2.2%)	May	0.20%	RU	Key Rate	Jun-16	9.25%	
	US	CPI Ex Food and Energy MoM(YoY=1.9%)	May	0.10%	US	Housing Starts (MoM=-2.6%)	May	1172k	
	US	CPI Core Index SA	May	251.172	US	Building Permits (MoM=-2.5%)	May	1228k	
	US	CPI Index NSA	May	244.524	US	Labor Market Conditions Index Change	May	3.5	
	US	Real Avg Weekly Earnings YoY	May	0.30%	US	U. of Mich. Sentiment	Jun P	97.1	
	US	Real Avg Hourly Earning YoY	May	0.30%	US	U. of Mich. 5-10 Yr Inflation	Jun P	2.40%	
	US	Retail Sales Advance MoM	May	0.40%	US	Fed's Kaplan Speaks in Dallas	Apr	2.50%	
	US	Retail Sales Ex Auto MoM	May	0.30%	RU	GDP YoY	1Q P	0.50%	
	US	Retail Sales Ex Auto and Gas	May	0.30%	JN	Nationwide Dept Sales YoY	May	0.70%	
	US	Business Inventories	Apr	0.20%	JN	Tokyo Dept Store Sales YoY	May	-0.80%	
	JN	Industrial Production MoM(YoY=5.7%)	Apr F	4.00%					



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