

EUROPE ECONOMY

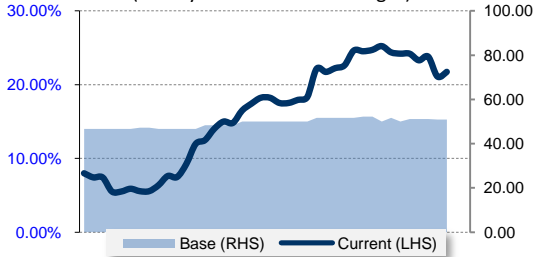
In a glance.

11-Apr-2014 (Friday)

Last Updated: 04:22PM (GMT +0800)

Figure 1: Fundamental Strength Index for last 40 days.

EUROPE (40 Days Fundamental Strength)



BASE SUMMARY:

INFLATION INDICATORS :	1.1	/ 17.1
GROWTH INDICATORS :	14.9	/ 34.2
EMPLOYMENT INDICATORS :	3.6	/ 12.6
HOUSING INDICATORS :	0.5	/ 1.8
BUSINESS SURVEY :	23.4	/ 26.1
CONSUMER SURVEY :	7.4	/ 8.1

3 Months Outlook (Base)

Current Momentum

(automated comments)

Moderate

Slightly Bullish

50.90 / 100

21.73%

RELATED NEWS (previous 3 days):

Refer to risk sentiments for more information.

11/04/2014 ~

10/04/2014 ~

09/04/2014 (Bloomberg): EUR fell for a third week last week after ECB said Governing Council was "unanimous" in exploring QE in an anti-deflation program; Strong Euro Creating Deflation Risk, Belgium's Geens Says

Base Fundamental (Data of last 3 months)				Current Fundamental (Current data set)			
1.	NZD	83.82	-0.80 *	CAD	+43.88%	-0.02% *	
2.	JPY	78.26	+0.00 *	NZD	+42.04%	+1.94% *	
3.	GBP	69.94	-0.00 *	AUD	+29.22%	+0.02% *	
4.	USD	58.99	+0.00 *	JPY	+26.06%	-0.04% *	
5.	AUD	56.25	+0.00 *	GBP	+23.89%	-0.01% *	
6.	EUR	50.90	+0.00 *	EUR	+21.73%	+0.63% *	
7.	CAD	45.74	+0.00 *	USD	+21.52%	+0.22% *	

* day/day change

HA Research Comments:

MARKET: Bears in control over further QE speculation; Bulls exhausted;

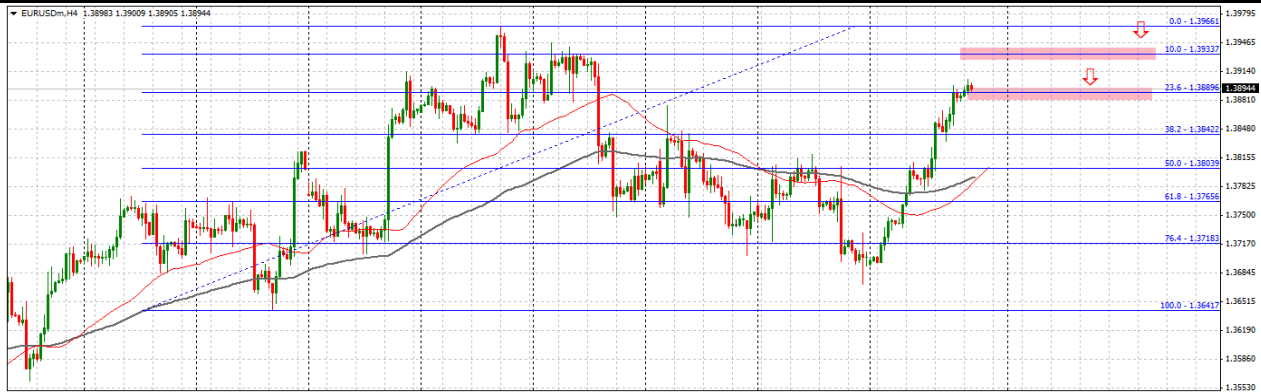
TECHNICAL: EURUSD Neutral; EURJPY Overbought

CONCLUSION: Bearish on EUR. Find short.

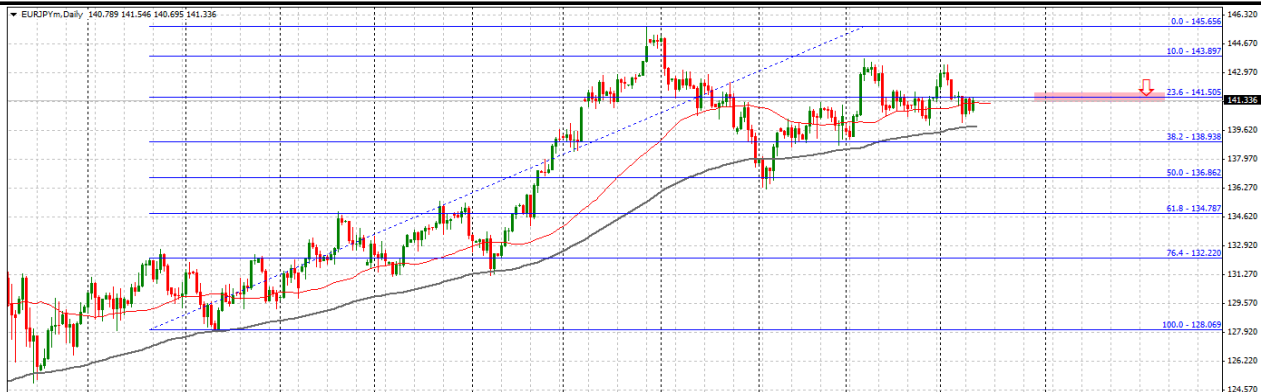
Bearish Factors: (1) Base Index 2nd weakest, (2) Current Index weakest, (3) ECB shows QE interests.

Bullish Factors: -

EURUSD



EURJPY



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Eurozone Currency Report

Table 1: Fundamental Calendar.

UPCOMING FUNDAMENTAL EVENTS					
DATE	TIME	DETAILS	FORECAST	PREV.	IMPACT
PAST (20) ECONOMIC EVENTS:					
DATE	TIME	DETAILS	ACTUAL	FORECAST	PREV.
11-Apr (Fri)	2:00pm	German Final CPI m/m	0.30%	0.30%	0.30%
11-Apr (Fri)	2:00pm	German WPI m/m	0.00%	0.10%	-0.10%
10-Apr (Thu)	2:45pm	French Industrial Production m/m	0.10%	0.20%	-0.30%
10-Apr (Thu)	2:45pm	French CPI m/m	0.40%	0.60%	0.60%
10-Apr (Thu)	4:00pm	Italian Industrial Production m/m	-0.50%	-0.20%	1.10%
09-Apr (Wed)	2:00pm	German Trade Balance	15.70	18.00	17.20
08-Apr (Tue)	2:45pm	French Gov Budget Balance	-25.70	-25.70	-12.70
08-Apr (Tue)	2:45pm	French Trade Balance	-3.40	-4.90	-5.60
07-Apr (Mon)	6:00pm	German Industrial Production m/m	0.40%	0.30%	0.70%
07-Apr (Mon)	4:30pm	Sentix Investor Confidence	14.10	14.10	13.90
04-Apr (Fri)	6:00pm	German Factory Orders m/m	0.60%	0.50%	0.10%
04-Apr (Fri)	4:10pm	Retail PMI	49.20	48.50	48.50
03-Apr (Thu)	3:15pm	Spanish Services PMI	54.00	54.10	53.70
03-Apr (Thu)	3:45pm	Italian Services PMI	49.50	52.30	52.90
03-Apr (Thu)	4:00pm	Final Services PMI	52.20	52.40	52.40

The HA Research 100 days "Intrinsic" Value Charts depicts the calculated index differential between 2 currencies. Base on the movements of the differentials, they are plotted against actual market spot movement to "track" the "intrinsic" value of the currency pair.

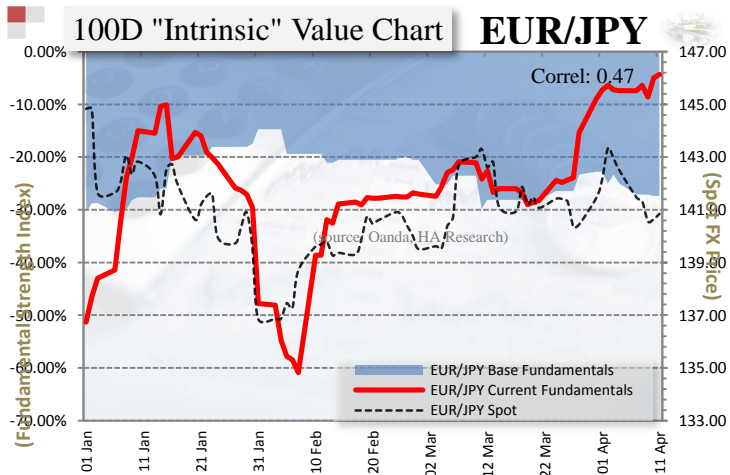
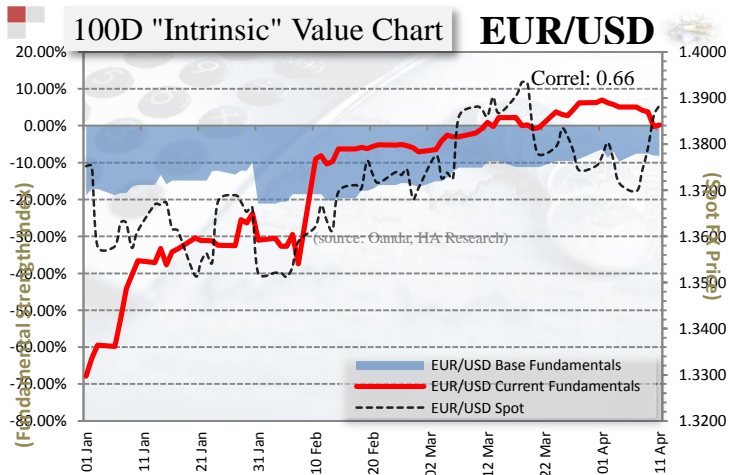


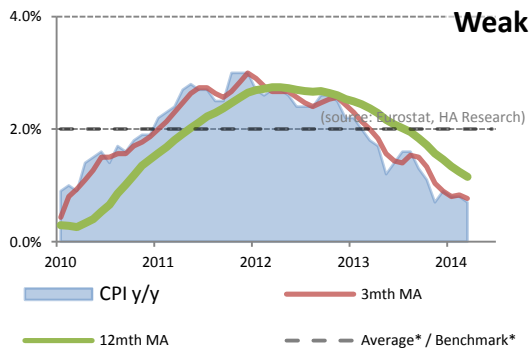
Table 2: Fundamental Score List.

BASE FUNDAMENTAL DATA RESULTS			
Type	EUR Fundamental Data	Strength	Total
Business Survey	Belgian NBB Business Climate	Recovery	
	Flash Manufacturing PMI	Strong	
	Flash Services PMI	Strong	
	Final Manufacturing PMI	Strong	
	Final Services PMI	Strong	
	Retail PMI	Recovery	
	French Flash Manufacturing PMI	Strong	
	French Flash Services PMI	Recovery	
	German Flash Manufacturing PMI	Strong	
	German Flash Services PMI	Strong	
Consumer Survey	German Ifo Business Climate	Strong	
	Italian Manufacturing PMI	Strong	
	Italian Services PMI	Strong	
	Spanish Manufacturing PMI	Strong	(Strong)
	Spanish Services PMI	Strong	23.4 / 26.1
	German ZEW Economic Sentiment	Strong	
	Sentix Investor Confidence	Strong	
	Consumer Confidence	Recovery	
	GfK German Consumer Climate	Strong	(Very Strong)
	ZEW Economic Sentiment	Strong	7.4 / 8.1
Employment	French Prelim Non-Farm Payrolls q/q	Recovery	
	French Final Non-Farm Payrolls q/q	Weak	
	German Unemployment Change	Recovery	
	Italian Monthly Unemployment Rate	Weak	
	Italian Quarterly Unemployment Rate	Weak	
	Spanish Unemployment Change	Strong	
	Spanish Unemployment Rate	Recovery	
	Employment Change q/q	Weak	(Weak)
	Unemployment Rate	Recovery	3.6 / 12.6
Growth	Current Account	Strong	
	Trade Balance	Strong	
	Final GDP q/q	Recovery	
	Flash GDP q/q	Recovery	
	French Consumer Spending m/m	Recovery	
	French Trade Balance	Weak	
	French Industrial Production m/m	Recovery	
	French Gov Budget Balance	Recovery	
	French Prelim GDP q/q	Recovery	
	German Factory Orders m/m	Recovery	
Housing	German Final GDP q/q	Recovery	
	German Industrial Production m/m	Strong	
	German Prelim GDP q/q	Recovery	
	German Retail Sales m/m	Recovery	
	German Trade Balance	Strong	
	Italian Industrial Production m/m	Recovery	
	Italian Prelim GDP q/q	Recovery	
	Italian Retail Sales m/m	Recovery	
	Italian Trade Balance	Strong	
	Industrial Production m/m	Strong	
Inflation	Private Loans y/y	Weak	
	Retail Sales m/m	Recovery	
	Revised GDP q/q	Recovery	(Weak)
	Spanish Flash GDP q/q	Recovery	14.9 / 34.2
	Spanish HPI q/q	Recovery	0.5 / 1.8
	Core CPI y/y	Weak	
	CPI Flash Estimate y/y	Weak	
	CPI y/y	Weak	
	M3 Money Supply y/y	Neutral	
	PPI m/m	Weak	
Inflation	Italian Prelim CPI m/m	Weak	
	French CPI m/m	Weak	
	German Import Prices m/m	Recovery	
	German WPI m/m	Weak	
	German Final CPI m/m	Weak	
	German PPI m/m	Weak	(Very Weak)
	German Prelim CPI m/m	Weak	1.1 / 17.1
			50.90 100.00

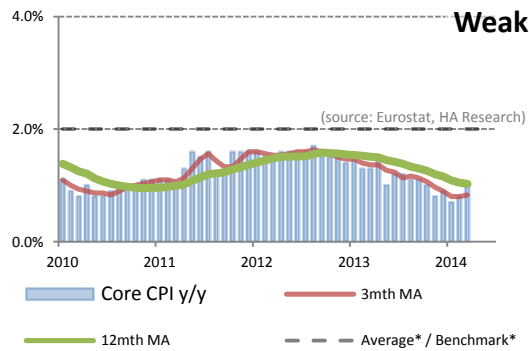


INFLATION INDICATORS

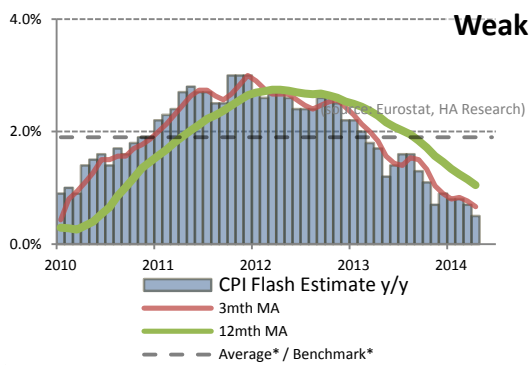
(Fig2.1)



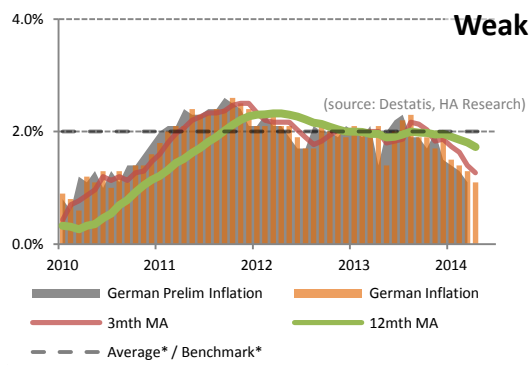
(Fig2.2)



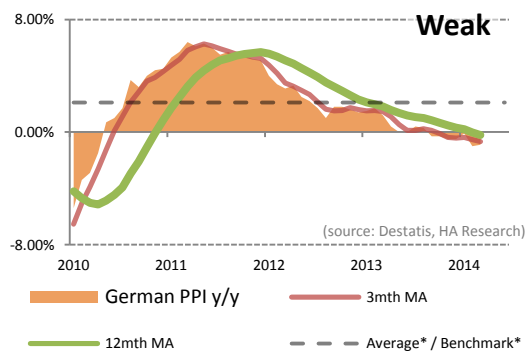
(Fig2.3)



(Fig2.4)



(Fig2.5)



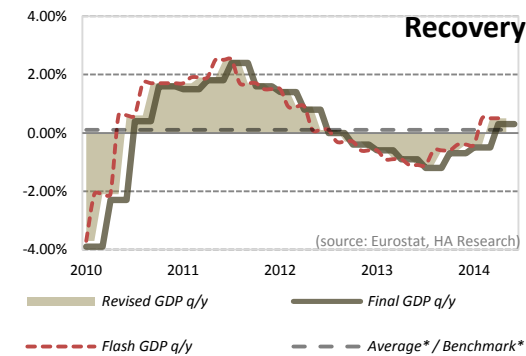
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GROWTH INDICATORS

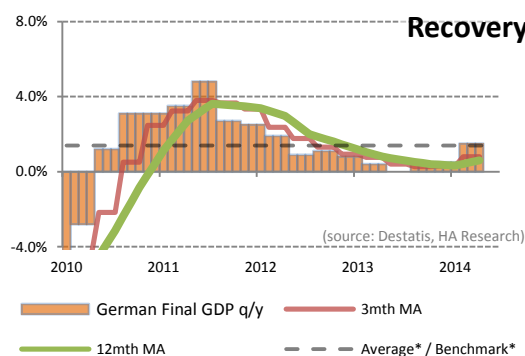
(Fig3.1)



April: **0.30%** Previous: **-0.50%**

Final GDP Change in the inflation-adjusted value of all goods and services produced by the economy;

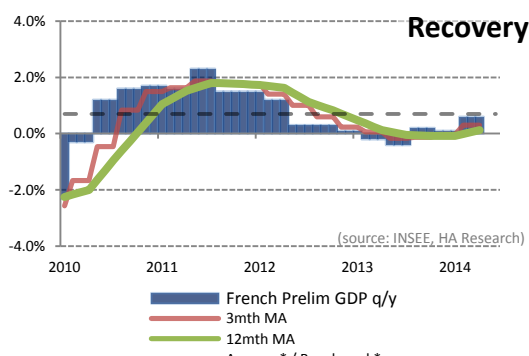
(Fig3.2)



April: **1.50%** Previous: **1.50%**

German GDP Change in the inflation-adjusted value of all goods and services produced by the economy;

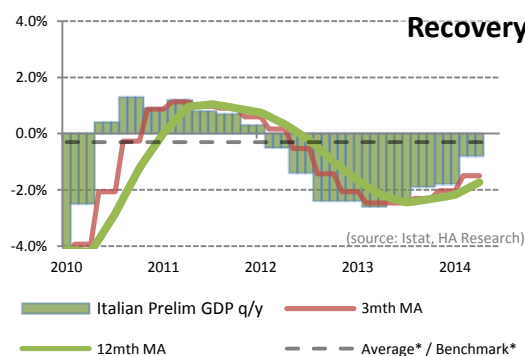
(Fig3.3) French GDP continues to weaken broadly.



April: **0.60%** Previous: **0.30%**

French GDP Change in the inflation-adjusted value of all goods and services produced by the economy;

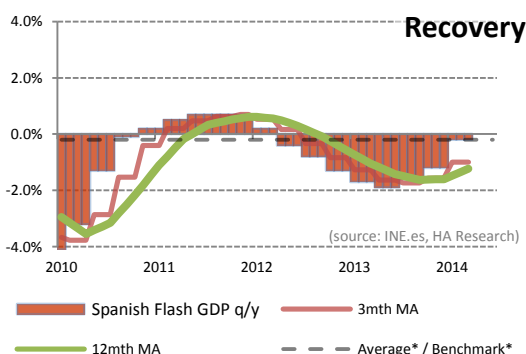
(Fig3.4) Italian GDP weak, could have bottomed.



April: **-0.80%** Previous: **-0.80%**

Italian GDP Change in the inflation-adjusted value of all goods and services produced by the economy;

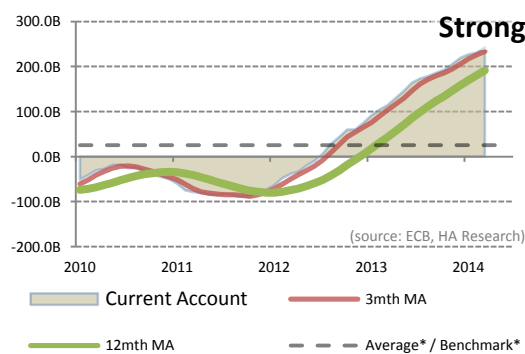
(Fig3.5)



April: **Pending** Previous: **-0.20%**

Spanish GDP Change in the inflation-adjusted value of all goods and services produced by the economy;

(Fig3.6)



April: **Pending** Previous: **242.5B**

Current Account Difference in trade balance, services, income flows, and unilateral transfers during the previous month;

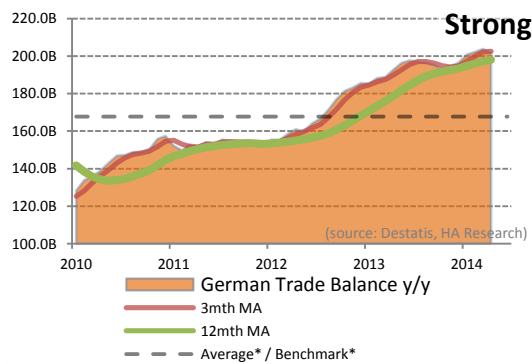
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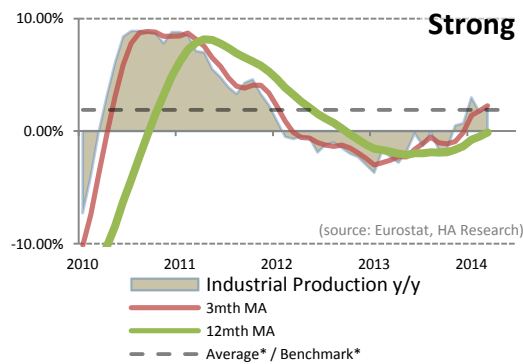


GROWTH INDICATORS (continued)

(Fig4.1)



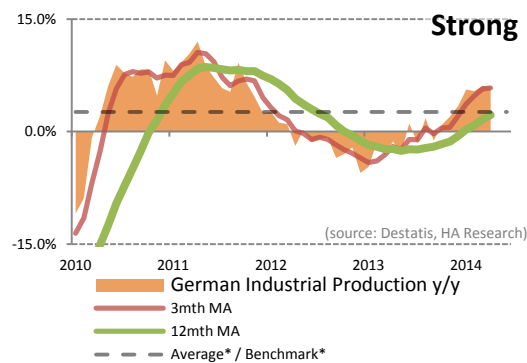
(Fig4.2)



April: **201.8B** **Previous** 203.8B
German Trade Bal. Difference in value between imported and exported goods during the reported month;

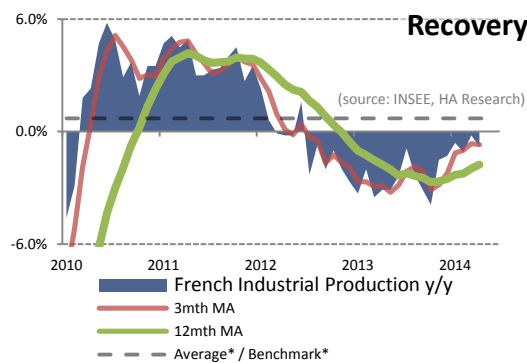
April: **Pending** **Previous** 2.10%
Industrial Production Change in the total inflation-adjusted value of output produced by manufacturers, mines, and utilities;

(Fig4.3)



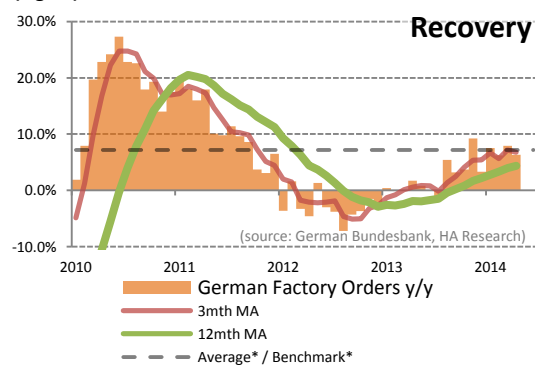
April: **6.00%** **Previous** 6.10%
German Ind. Production Change in the total value of output produced by manufacturers, mines, and utilities;

(Fig4.4)



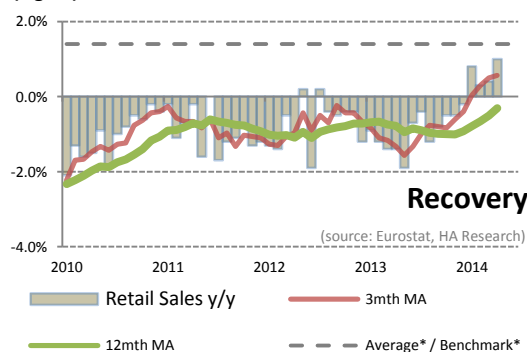
April: **-0.80%** **Previous** -0.20%
French Ind. Production Change in the total value of output produced by manufacturers, mines, and utilities;

(Fig4.5)



April: **6.30%** **Previous** 7.90%
German Factory Orders Change in the total value of new purchase orders placed with manufacturers; (Industrial / Manufacturing)

(Fig4.6)



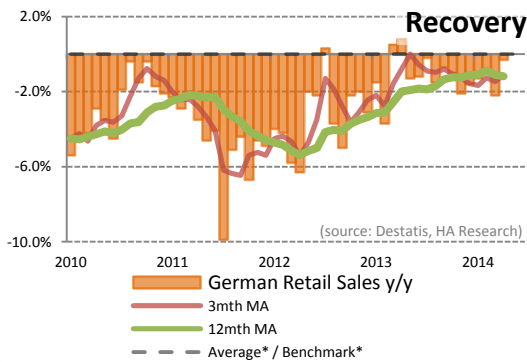
April: **1.00%** **Previous** 0.40%
Retail Sales Change in the total value of inflation-adjusted sales at the retail level;

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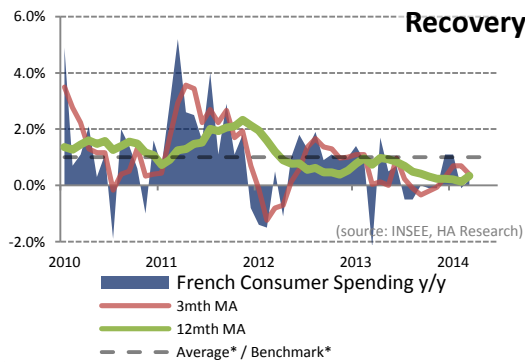
GROWTH INDICATORS (continued)

(Fig5.1)



German Retail Sales Change in the total value of sales at the retail level, excluding automobiles and gas stations;

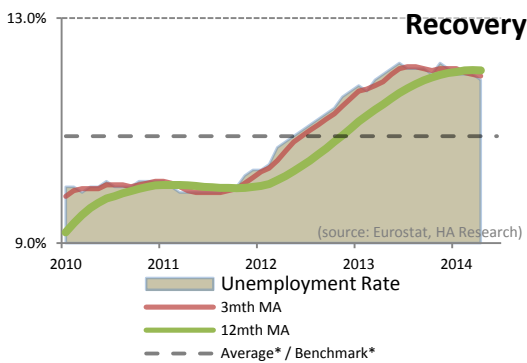
(Fig5.2)



French Con. Spending Change in the inflation-adjusted value of all goods expenditures by consumers; INSEE

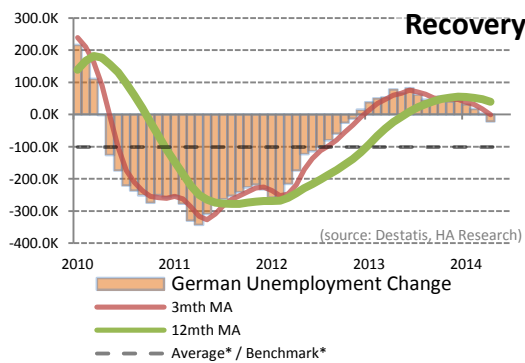
EMPLOYMENT INDICATORS

(Fig5.3)



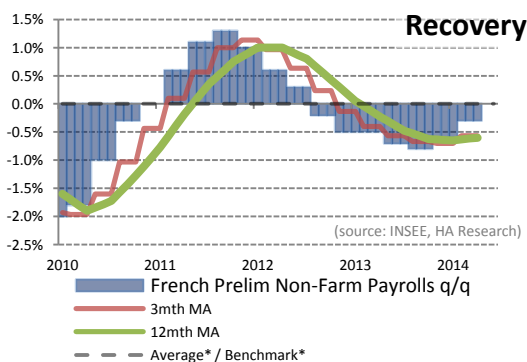
Jobless Rate % of total work force that is unemployed and actively seeking employment during the previous month;

(Fig5.4)



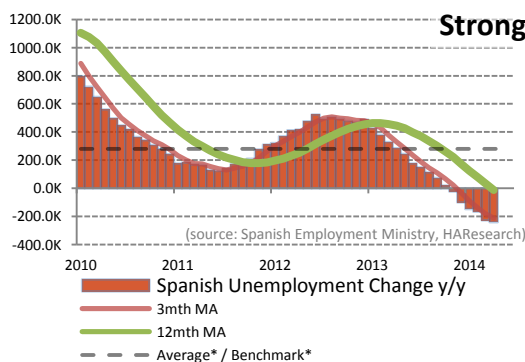
German Job Loss Count Change in the number of unemployed people during the previous month; data showing y/y.

(Fig5.5)



French NFP Change in the no. of employed people, excluding farming industry and government;

(Fig5.6)



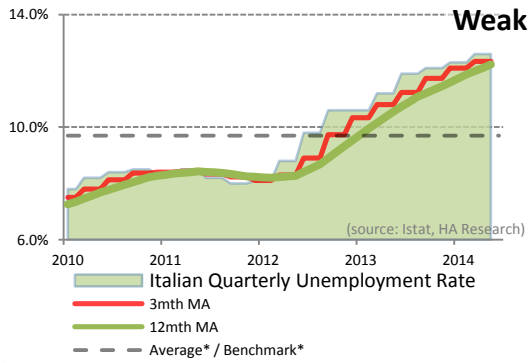
Spanish Job Loss Claims Change in the no. of unemployed people during the previous month; Jobless Claims,

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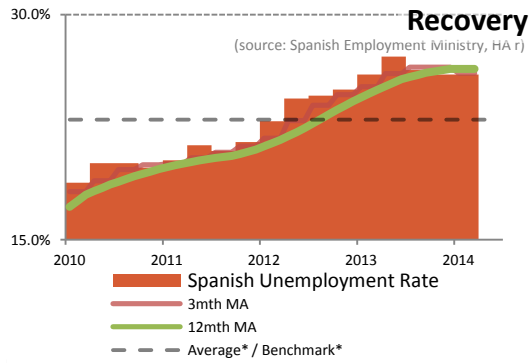
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EMPLOYMENT INDICATORS (continued)

(Fig6.1)

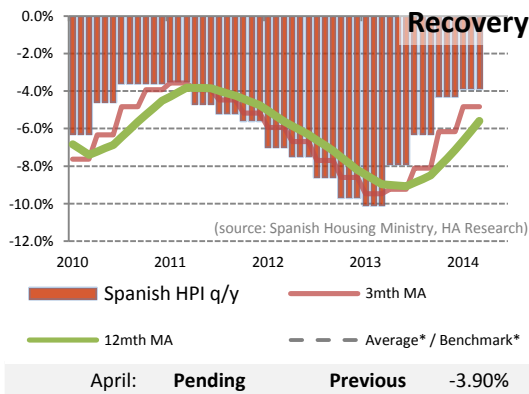


(Fig6.2)



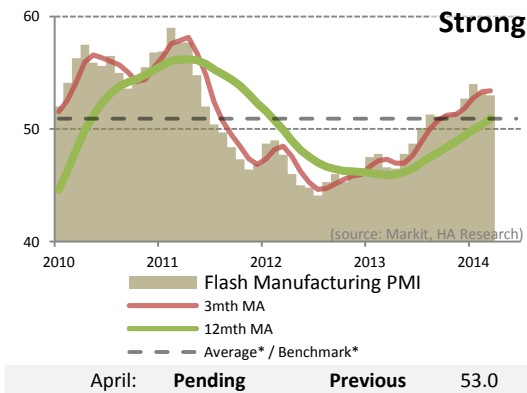
HOUSING INDICATORS

(Fig6.3)

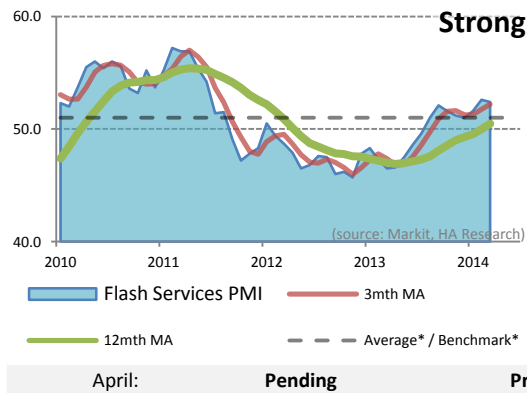


BUSINESS SURVEY

(Fig6.4)



(Fig6.5)



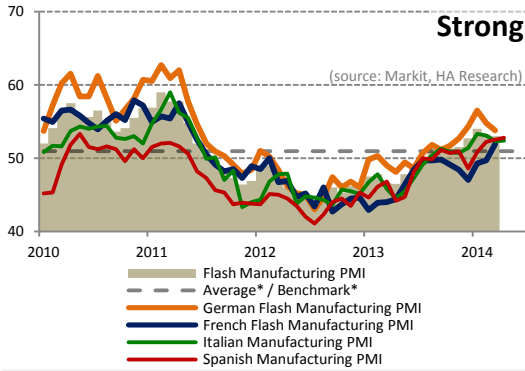
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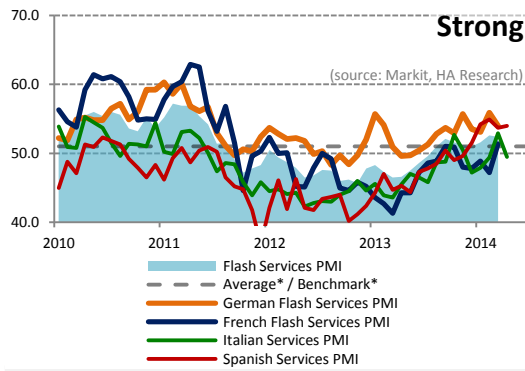


BUSINESS SURVEY (continued)

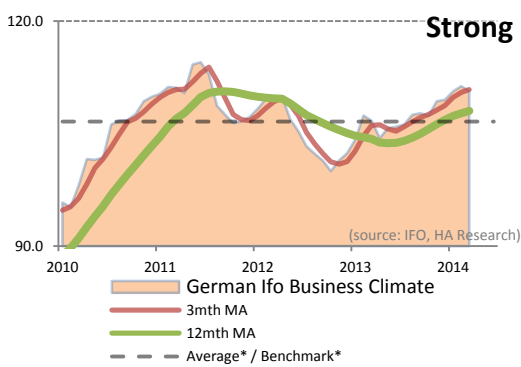
(Fig7.1)



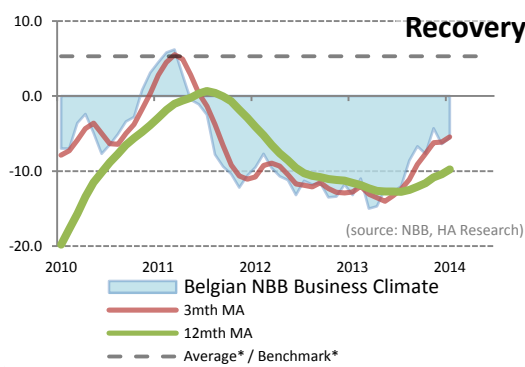
(Fig7.2)



(Fig7.3)

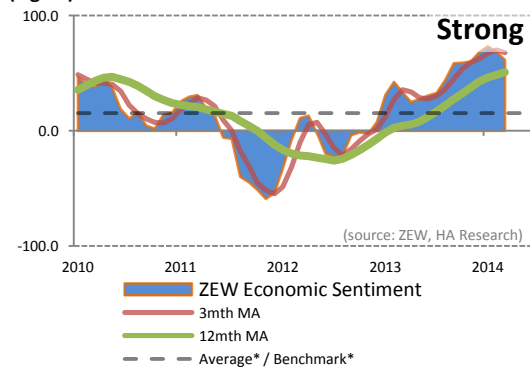


(Fig7.4)

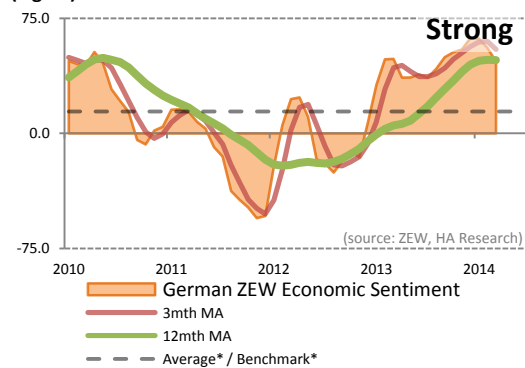


CONSUMER SURVEY

(Fig7.5)

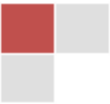


(Fig7.6)



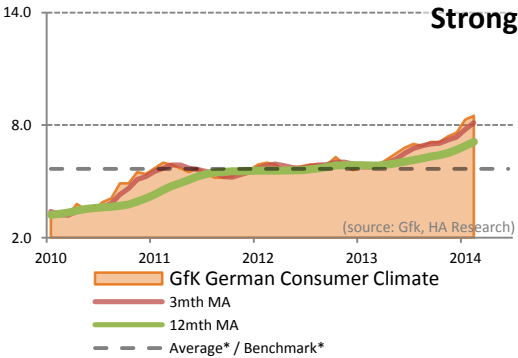
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CONSUMER SURVEY (continued)

(Fig8.1)



April:	Pending	Previous	0.0
GfK German Con. Climate	Survey of 2,000 consumers to rate past and future economic conditions, financials;		

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