

Weekly Outlook

Friday, 02 September 2016

05 – 09 September 2016

SINGAPORE

It will be a quiet data week for Singapore with the only data of note being the Nikkei Singapore PMI on Monday (5 Sep) and another round of COE auction on Wednesday (7 Sep). The overwhelming concern for the city state will be on the Zika-related developments for now.

July Industrial Production Report: http://www.uobgroup.com/assets/pdfs/research/FN_160826.pdf

KEY ASIAN ECONOMIES

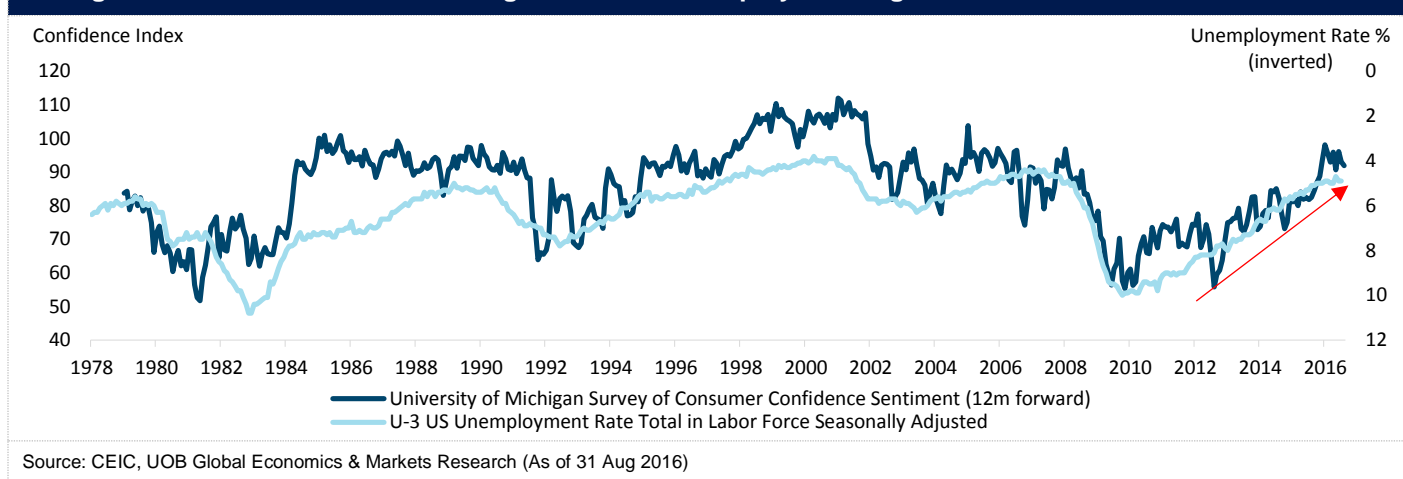
The start of the week will bring the conclusion of the **G20 Leaders' Summit in Hangzhou, China**, with the release of the communique on Monday (5 Sep). US President Barack Obama will continue his Asian visit to Laos on 6-8 September, a first for a US president. Laos holds the presidency of ASEAN for 2016 and Obama will participate in the US-ASEAN Summit and East Asia Summit during his visit to Laos. Important Asian data will be the August trade data from Taiwan (7 Sep) and China (8 Sep), Australia's 2Q 2016 GDP (7 Sep), July trade data from Malaysia (7 Sep), Australia (8 Sep), China's August CPI (9 Sep) & monetary & banking data (10-15 Sep). For monetary policy decisions, we have **Reserve Bank of Australia** (6 Sep), **Bank Negara Malaysia** (7 Sep), and **Bank of Korea** (9 Sep). This is a full business week in Asia ahead of various holiday breaks the week after (12-16 Sep).

US AND DEVELOPED ECONOMIES

The spotlight for **Friday (2 Sep)** is **August US Labor Report** – including the widely watched nonfarm payrolls (NFP). We think the NFP is likely to add 250,000 jobs in Aug, while the unemployment rate may edge lower to 4.8%. That said, if we get another unexpectedly strong print, then our outlook for Sep FOMC will become “more live” and needs to be reviewed. After the US jobs data, the US and Canada will look forward to a long weekend break with their **Labor Day holiday falling on 5 Sep (Monday)**. There will be several Fed Reserve officials speaking in public forums across this week like **Boston Fed President, Eric Rosengren** (voter in 2016 FOMC) on 9 Sep while Beige Book report will also draw some attention (7 Sep) as will the **Bank of Canada** monetary policy decision on the same day. US data will likely be secondary this week with the key one being ISM non-manufacturing PMI (6 Sep). Instead, the focus among the developed space could be on Europe, as we will have the **monetary policy decision from the European Central Bank (ECB) on 8 Sep** and the **meeting of EU-28 and Euro-zone finance ministers and central bank governors in Bratislava, Slovakia in the weekend (10-11 Sep)**.

CHART OF THE WEEK

Rising US Consumer Confidence A Sign Of Lower Unemployment/Tighter Labor Market Ahead?



KEY DATA/EVENTS: ASIA & OCEANIA

Date		Data/Event	Mth	Prior	Date		Data/Event	Mth	Prior
05 Sep	CH	G20 Leaders' Summit Conclusion & Release of Communique			08 Sep	AU	RBA's Lowe Introductory Remarks at Sydney Conference		
	SK	Foreign Reserves	Aug	\$371.38b		AU	Trade Balance	Jul	-3195m
	AU	AiG Perf of Services Index	Aug	53.9		SK	Bank Lending to Household KRW	Jul	--
	AU	Melbourne Institute Inflation MoM	Aug	-0.30%		SK	Money Supply L SA MoM	Jul	0.50%
	AU	Melbourne Institute Inflation YoY	Aug	1.00%		SK	Money Supply M2 SA MoM	Jul	0.70%
	NZ	ANZ Commodity Price	Aug	2.00%		SK	Bank Lending To Household Total	Aug	KR673.7t
	AU	ANZ Job Advertisements MoM	Aug	-0.80%		CH	Trade Balance	Aug	\$52.31b
	AU	Inventories SA QoQ	2Q	0.40%		CH	Exports YoY	Aug	-4.40%
	AU	Company Operating Profit QoQ	2Q	-4.70%		CH	Imports YoY	Aug	-12.50%
	CH	Caixin China PMI Services	Aug	51.7		CH	Exports YoY CNY	Aug	2.90%
	CH	Caixin China PMI Composite	Aug	51.9		CH	Imports YoY CNY	Aug	-5.70%
	HK	Nikkei Hong Kong PMI	Aug	47.2		CH	Trade Balance CNY	Aug	342.80b
	SI	Nikkei Singapore PMI	Aug	50.7		CH	Foreign Direct Investment YoY CNY	Aug	-1.60%
	IN	Nikkei India PMI Services	Aug	51.9	09 Sep	NZ	Card Spending Retail MoM	Aug	0.30%
	IN	Nikkei India PMI Composite	Aug	52.4		NZ	Card Spending Total MoM	Aug	0.40%
	TA	Foreign Reserves	Aug	\$434.09b		PH	Unemployment Rate	Jul	6.10%
	ID	Consumer Confidence Index	Aug	114.2		PH	Exports YoY	Jul	-11.40%
06 Sep	AU	RBA Cash Rate Target	Sep-06	1.50%		PH	Exports	Jul	\$4754.0m
	AU	ANZ Roy Morgan Weekly Consumer Confidence Index	Sep-04	118.4		CH	CPI YoY	Aug	1.80%
	NZ	QV House Prices YoY	Aug	14.10%		CH	PPI YoY	Aug	-1.70%
	TA	CPI YoY	Aug	1.23%		AU	Home Loans MoM	Jul	1.20%
	TA	WPI YoY	Aug	-2.41%		AU	Investment Lending	Jul	3.20%
	PH	CPI YoY	Aug	1.90%		AU	Owner-Occupier Loan Value MoM	Jul	1.80%
	PH	CPI NSA MoM	Aug	0.10%		MA	Industrial Production YoY	Jul	5.30%
	PH	CPI Core YoY	Aug	1.90%		MA	Manufacturing Sales Value YoY	Jul	2.90%
	AU	Net Exports of GDP	2Q	1.1		TH	Foreign Reserves	Sep-02	--
	AU	BoP Current Account Balance	2Q	-20.8b		TH	Forward Contracts	Sep-02	--
	MA	Foreign Reserves	Aug-30	\$97.5b		SK	BoK 7-Day Repo Rate	Sep-09	1.25%
					10 Sep	NZ	REINZ House Sales YoY	Aug	-10.10%
07 Sep	NZ	Mfg Activity Volume QoQ	2Q	-1.20%					
	NZ	Mfg Activity SA QoQ	2Q	-2.60%		IN	Trade Balance	Aug	\$7761.4m
	AU	AiG Perf of Construction Index	Aug	51.6		IN	Local Car Sales	Aug	177604
	AU	GDP SA QoQ	2Q	1.10%		IN	Imports YoY	Aug	-19.00%
	AU	GDP YoY	2Q	3.10%		IN	Exports YoY	Aug	-6.80%
	MA	Exports YoY	Jul	3.40%		CH	Aggregate Financing CNY	Aug	487.9b
	MA	Imports YoY	Jul	8.30%		CH	New Yuan Loans CNY	Aug	463.6b
	MA	Trade Balance MYR	Jul	5.52b		CH	Money Supply M2 YoY	Aug	10.20%
	AU	Foreign Reserves	Aug	A\$66.0b		CH	Money Supply M1 YoY	Aug	25.40%
	MA	BNM Overnight Policy Rate	Sep-07	3.00%		CH	Money Supply M0 YoY	Aug	7.20%
	TA	Trade Balance	Aug	\$3.61b					
	TA	Imports YoY	Aug	-0.20%					
	TA	Exports YoY	Aug	1.20%					
	SI	Automobile COE Open Bid Cat A	Sep-07	53334					
	SI	Automobile COE Open Bid Cat B	Sep-07	56500					
	SI	Automobile COE Open Bid Cat E	Sep-07	56956					
	SI	Foreign Reserves	Aug	\$251.43b					
	HK	Foreign Reserves	Aug	\$362.9b					
	CH	Foreign Reserves	Aug	\$3201.1b					
	PH	Foreign Reserves	Aug	\$85.5b					

KEY DATA/EVENTS: US AND DEVELOPED ECONOMIES

Date		Data/Event	Mth	Prior	Date		Data/Event	Mth	Prior
05 Sep	US	US & Canada Labor Day Holiday			08 Sep	EC	ECB Main Refinancing Rate	Sep-08	0.00%
	JN	Labor Cash Earnings YoY	Jul	1.40%		EC	ECB Deposit Facility Rate	Sep-08	-0.40%
	JN	Real Cash Earnings YoY	Jul	2.00%		EC	ECB Marginal Lending Facility	Sep-08	0.25%
	JN	Nikkei Japan PMI Services	Aug	50.4		EC	ECB Asset Purchase Target	Sep	EU80b
	JN	Nikkei Japan PMI Composite	Aug	50.1		UK	RICS House Price Balance	Aug	5%
	JN	Kuroda Speaks at a Kyodo News event				JN	BoP Current Account Balance JPY	Jul	974.4b
	EC	Markit Eurozone Services PMI	Aug F	53.1		JN	BoP Current Account Adjusted JPY	Jul	1648b
	EC	Markit Eurozone Composite PMI	Aug F	53.3		JN	Trade Balance BoP Basis JPY	Jul	763.6b
	UK	Official Reserves Changes	Aug	\$219m		JN	GDP SA QoQ	2Q F	0.00%
	UK	Markit/CIPS UK Services PMI	Aug	47.4		JN	GDP Annualized SA QoQ	2Q F	0.20%
	UK	Markit/CIPS UK Composite PMI	Aug	47.5		JN	GDP Nominal SA QoQ	2Q F	0.20%
	EC	Sentix Investor Confidence	Sep	4.2		JN	GDP Deflator YoY	2Q F	0.80%
	EC	Retail Sales MoM	Jul	0.00%		JN	GDP Private Consumption QoQ	2Q F	0.20%
	EC	Retail Sales YoY	Jul	1.60%		JN	GDP Business Spending QoQ	2Q F	-0.40%
	UK	Bank of England Bond-Buying Operation Results				JN	Tokyo Avg Office Vacancies	Aug	3.94
						JN	Bankruptcies YoY	Aug	-9.52%
						JN	BOJ Nakaso makes a speech at ACCJ in Tokyo		
06 Sep	GE	Markit Germany Retail PMI	Aug	52	09 Sep	US	Initial Jobless Claims	Sep-03	--
	EC	Markit Eurozone Retail PMI	Aug	48.9		US	Continuing Claims	Aug-27	--
	EC	GDP SA QoQ	2Q F	0.30%		US	Consumer Credit	Jul	\$12.3b
	EC	GDP SA YoY	2Q F	1.60%		JN	Tertiary Industry Index MoM	Jul	0.80%
	EC	Gross Fix Cap QoQ	2Q	0.80%		UK	Visible Trade Balance GBP/Mn	Jul	£12409
	EC	Govt Expend QoQ	2Q	0.40%		UK	Trade Balance Non EU GBP/Mn	Jul	-£4159
	EC	Household Cons QoQ	2Q	0.60%		UK	Trade Balance	Jul	-£5084
	UK	BOE Indexed Long-Term Repo Operation Results				UK	Construction Output SA MoM	Jul	-0.90%
	US	Markit US Services PMI	Aug F	50.9		UK	Construction Output SA YoY	Jul	-2.20%
	US	Markit US Composite PMI	Aug F	51.5		UK	BoE/TNS Inflation Next 12 Mths	Aug	2.00%
	UK	Bank of England Bond-Buying Operation Results				US	Fed's Rosengren to Deliver Economic Forecast		
	US	Labor Market Conditions Index Change	Aug	1		US	Wholesale Inventories MoM	Jul F	0.00%
	US	ISM Non-Manf. Composite	Aug	55.5		US	Wholesale Trade Sales MoM	Jul	1.90%
	US	IBD/TIPP Economic Optimism	Sep	48.4	10 Sep	EC	Euro-Area Finance Chiefs, Central Bankers Meet in Bratislava		
07 Sep	US	U.S. Federal Reserve Releases Beige Book				EC	EU-28 Finance Chiefs, Central Bankers Meet in Bratislava		
	CA	Bank of Canada Rate Decision	Sep-07	0.50%		EC	EU Finance Chiefs, Central Bankers in Bratislava Sept. 10-11		
	UK	Bank of England Bond-Buying Operation Results				EC	EU-28 Finance Chiefs, Central Bankers Meet in Bratislava		
	UK	BRC Shop Price Index YoY	Aug	-1.60%					
	US	Fed's Williams Speaks on Outlook in Reno, Nevada							
	JN	Leading Index Cl	Jul P	99.2					
	JN	Coincident Index	Jul P	111.1					
	GE	Industrial Production SA MoM	Jul	0.80%					
	GE	Industrial Production WDA YoY	Jul	0.50%					
	UK	Halifax House Prices MoM	Aug	-1.00%					
	UK	Halifax House Price 3Mths/Year	Aug	8.40%					
	UK	Industrial Production MoM	Jul	0.10%					
	UK	Industrial Production YoY	Jul	1.60%					
	UK	Manufacturing Production MoM	Jul	-0.30%					
	UK	Manufacturing Production YoY	Jul	0.90%					
	CA	Ivey Purchasing Managers Index SA	Aug	57					
	US	JOLTS Job Openings	Jul	5624					

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