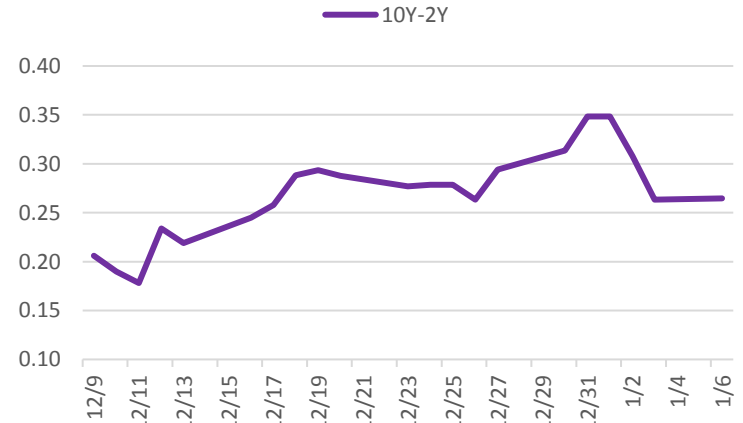
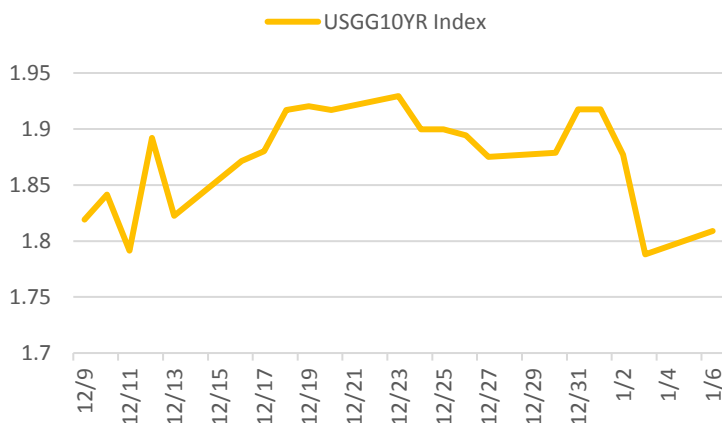
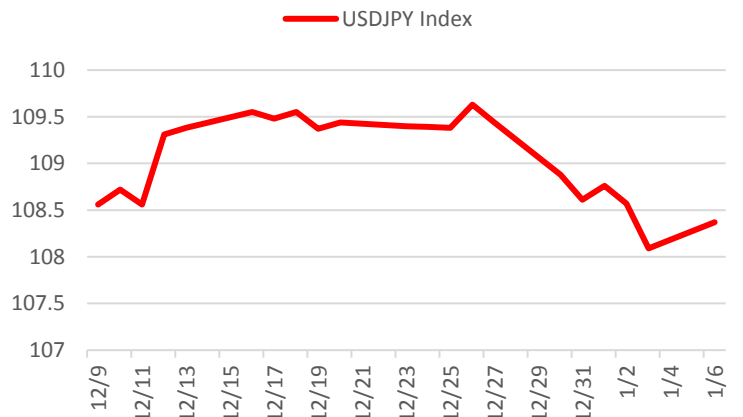
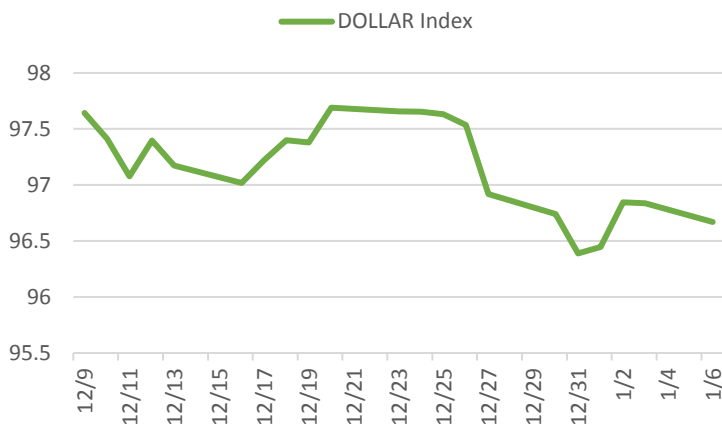
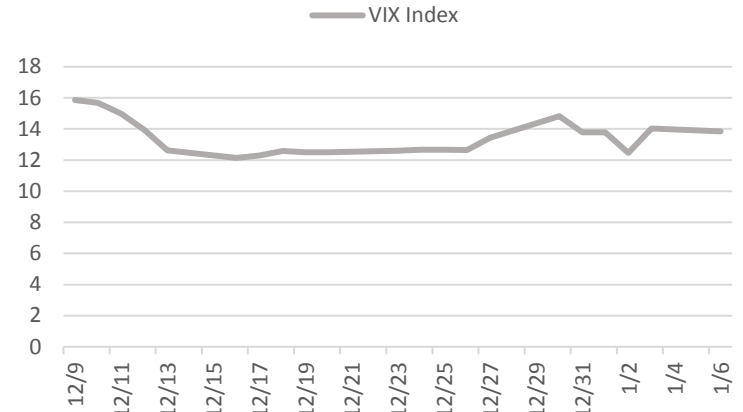
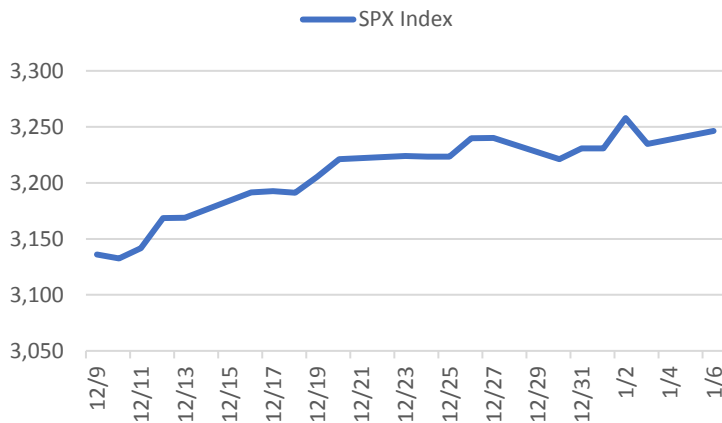


US Market Review

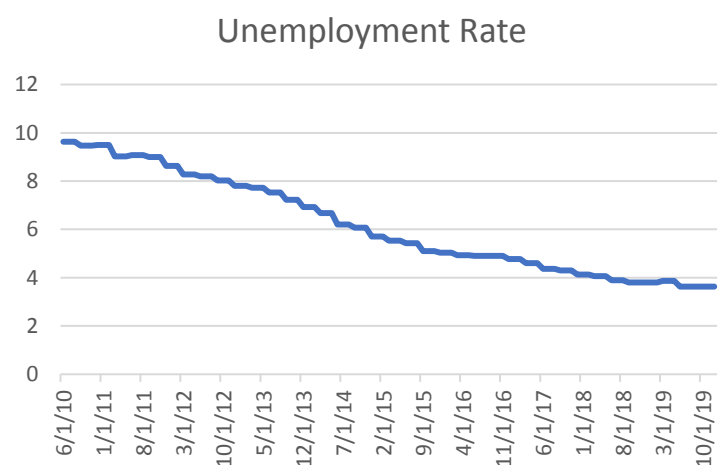
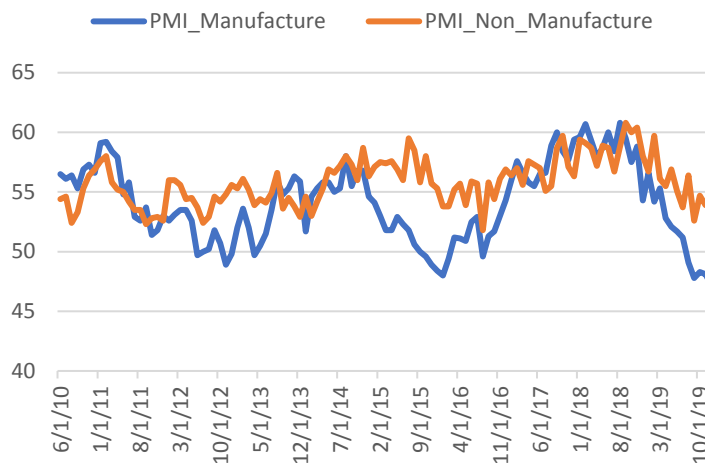
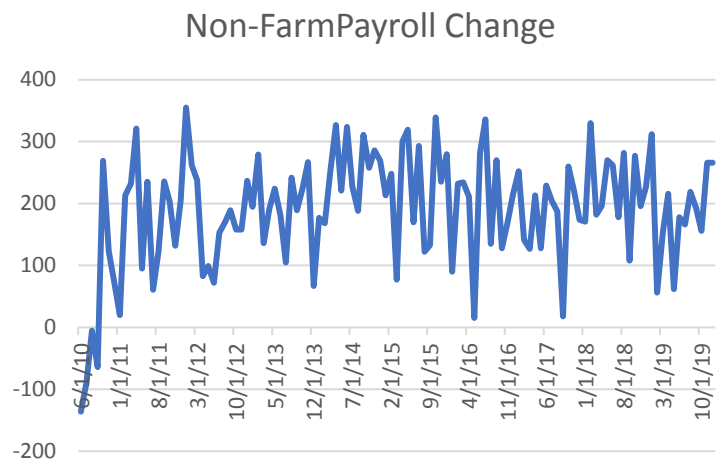
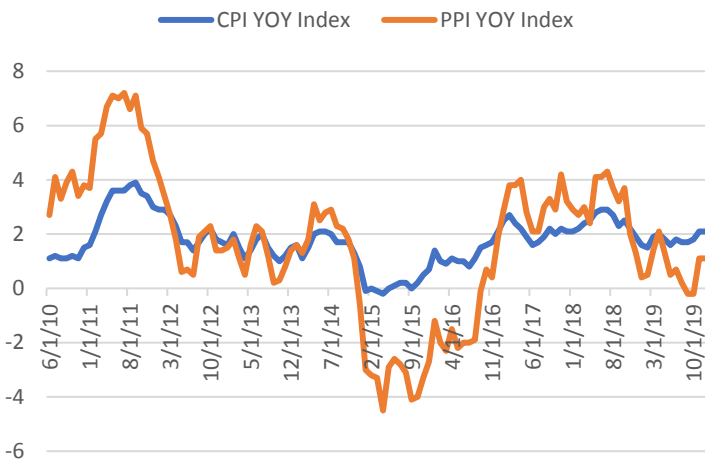
1/9/2020



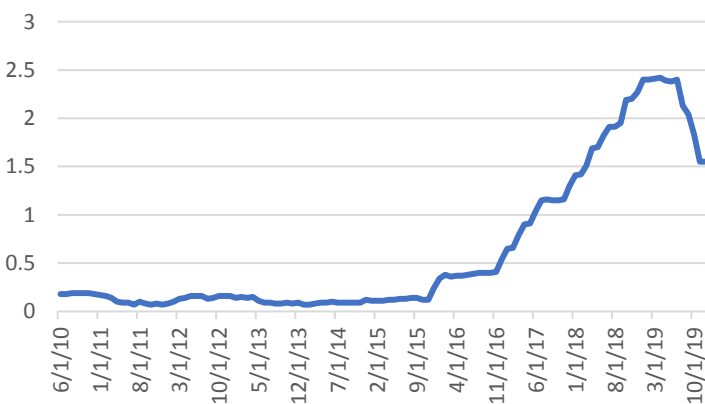
*** Index selection details:

- SPX index: S&P 500 index stands for overall market performance
- Dollar index: The overall index value of US dollar currency
- USGG xYR: US government x-year bond yield stands for overall bond market
- USDJPY: USD currency in terms of JPY currency stands for macro risk sentiment
- 10Y-2Y: 10Y US treasury yield – 2Y US treasury yield stands for macro risk sentiment
- BCOM index: Bloomberg commodity index details of composition
(Energy: 30%, Grains: 23%, Industrial metals: 17, Precious metals: 16%, Softs: 7%, Livestock: 5%)

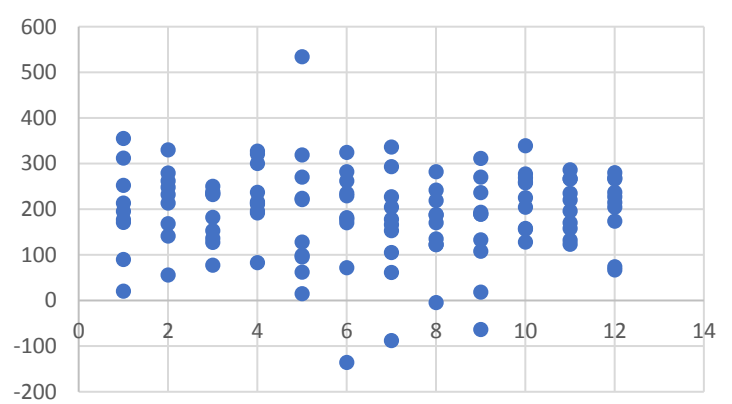
US MACRO (LongTerm)



Fed Rate



Non-Farm Change



- Healthy CPI plus a weak PPI suggests inflation is mild but economic outlook starts becoming grey.
- Manufacture sector still weak, as PMI keep below live-dead line.
- Strong employment data support spending and general output.
- Fed protection intend rate cut continues.

Market News

1/2/20 TO 1/9/20

- 01/06 US take action on Iran over the weekend, market get stressed but eventually recovery most of the drop. Oil rallies over 3% and Gold raies over 2%.
- 01/09 Trump says no continuation of IRAN war, market recover losses and outlook economic better.
- 01/10 Unemployment flat at 50-year low of 3.5% as U.S. economy adds a fewer-than-forecast 145,000 jobs in December
Private-sector wages advanced 2.9% from a year earlier, the smallest annual gain since July 2018.

Persepectives

- Stock market is advancing because the potential resolve of US-China trade war, dollar is weakening and currently in short trend opens time window for emerging market to raise. Rates movements are stable and the spread between 10Y and 2Y is strengthening.
- December US economic is still strong supported by low unemployment rate and not-bad non-farm payroll added. Market is fully recovered from the IRAN attack and confirmed no continuous attacks going forward.
- As the economic is stable, Fed could continue their rate raising program and exits current protection cutting,