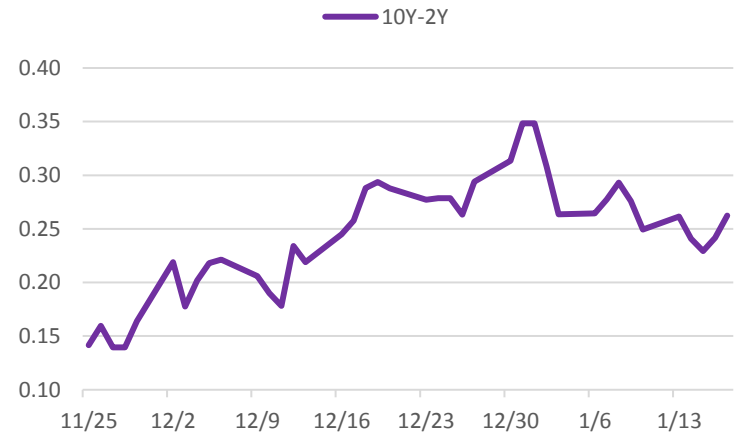
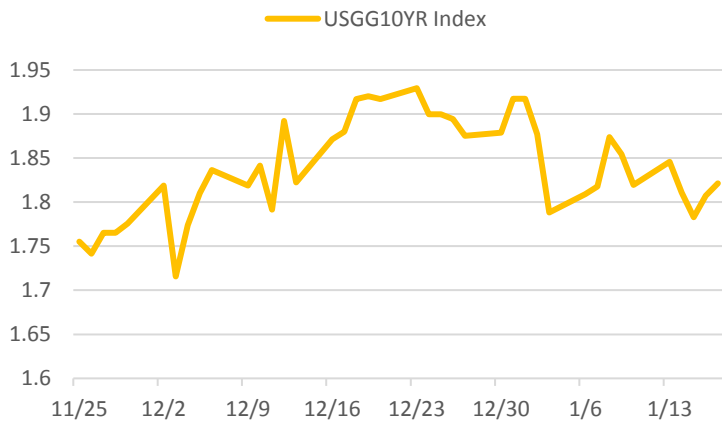
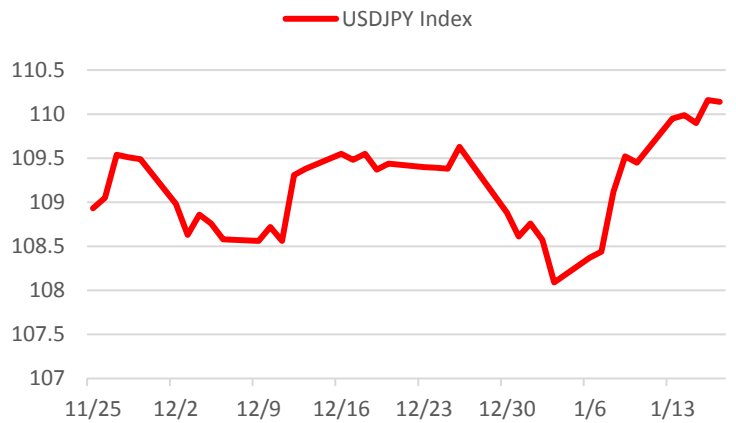
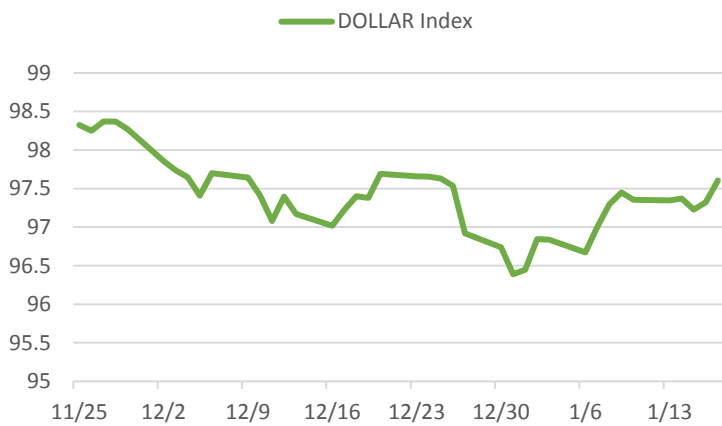
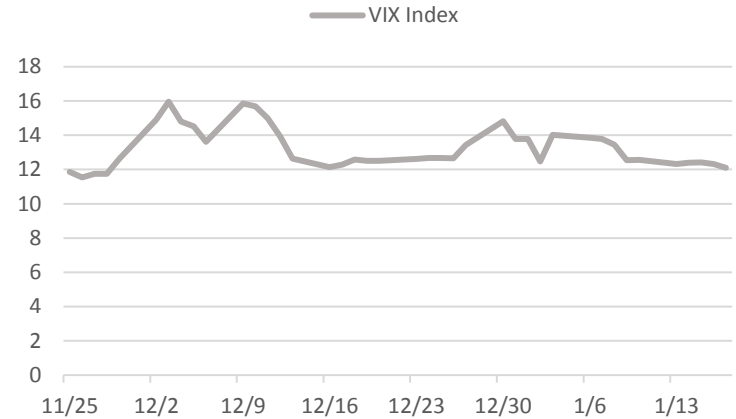
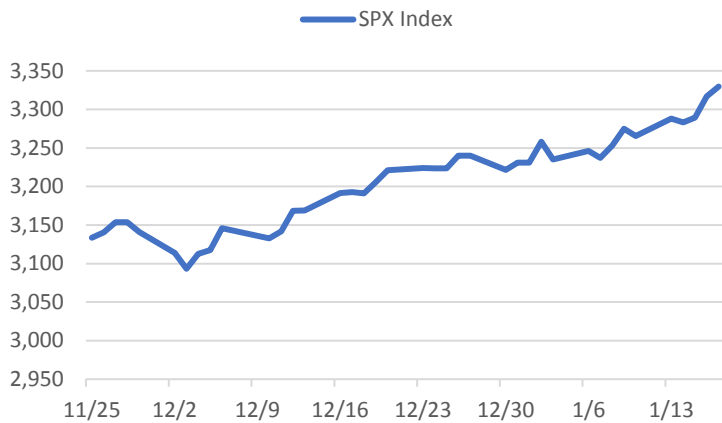


# US Market Review

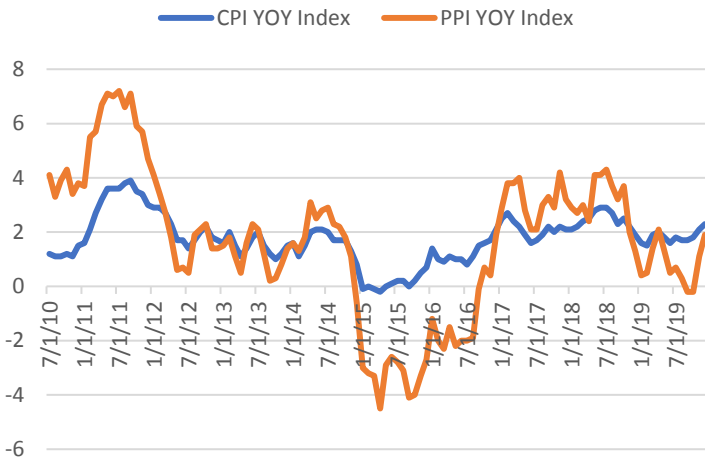
2/17/2020



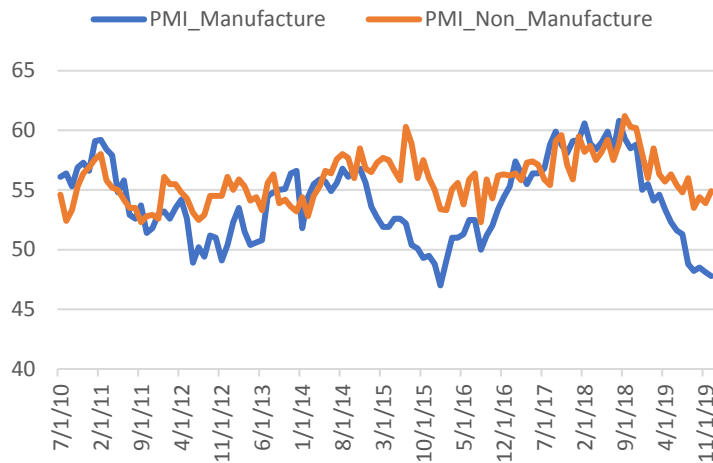
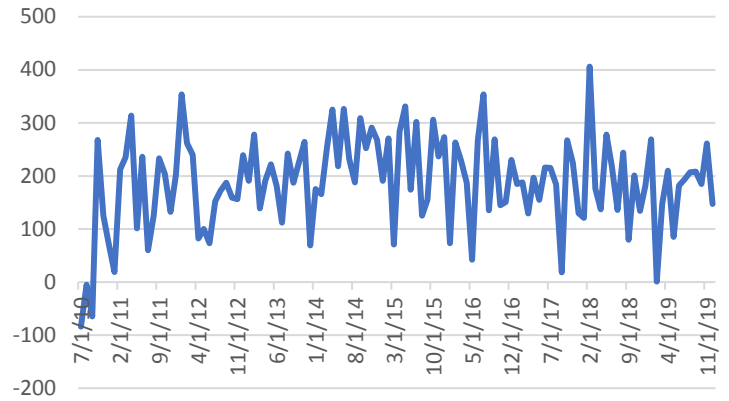
## \*\*\* Index selection details:

- 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%)

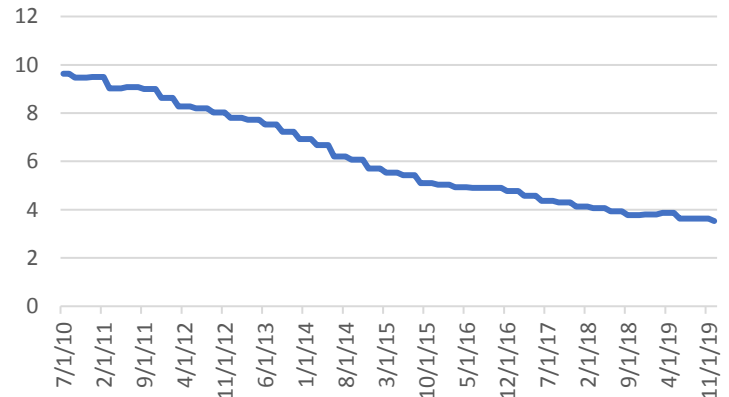
## US MACRO (LongTerm)



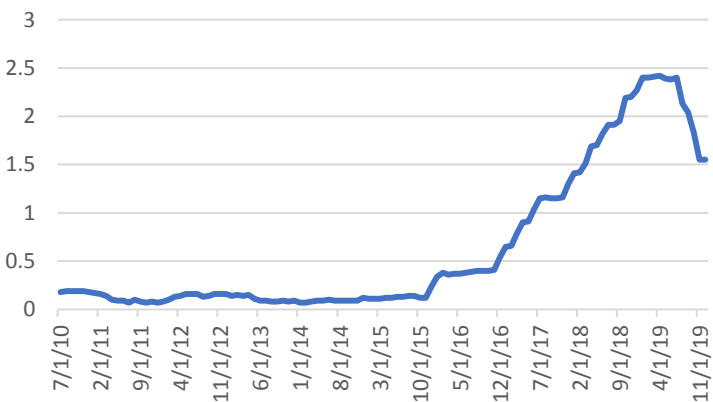
Non-Farm Payroll Change



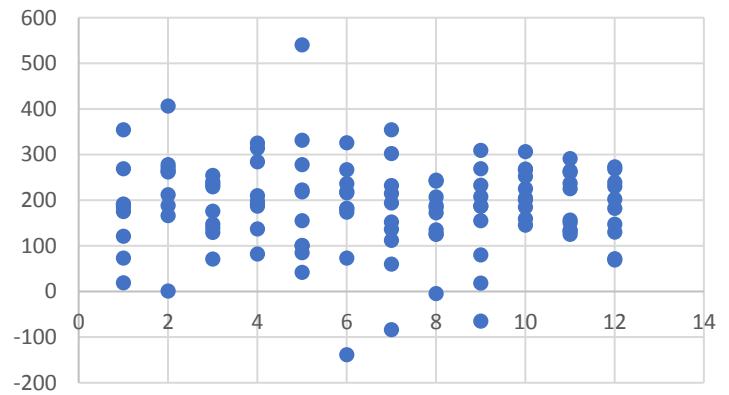
Unemployment Rate



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.
- Expect Fed exits protection rate cut backs to rate raising cycle.

## Market News

2/12/20 TO 2/19/20

- 02/10 Unemployment rate ticked higher to 3.6%, as the labor force participation rate increased 0.2% , matching its highest level since June 2013.
- 02/13 Coronavirus Cases Slow Down. And then China's government changed report stats the number spike a lot.  
-14
- 02/14 CPI for the month of January grew 0.1% compared with 0.2% in December. Estimate was also 0.2%. For the 12-month period, the CPI increased to 2.5% from 2.3% last month its highest since the fall of 2018.

## Persepectives

- US economic data still shows strong fundamentals, as seen in stock market continues to raise.
- Dollar index is about to getting into long trend supported by US strong economic.
- As shown in the spread of 10Y-2Y, since last Nov it is getting better and hopefully can be in long trend which is a strong indicator of market sentiments.