

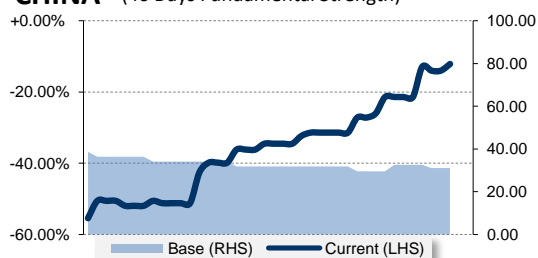
## China Currency Report

# CHINA ECONOMY

 In a glance.

15-Apr-2014 (Tuesday)

Last Updated: 10:32AM (GMT+0800)

**Figure 1: Fundamental Strength Index for last 40 days.****CHINA** (40 Days Fundamental Strength)**BASE SUMMARY:**

<b>INFLATION INDICATORS :</b>	<b>0.0</b>	<b>/ 18.2</b>
<b>GROWTH INDICATORS :</b>	<b>31.1</b>	<b>/ 48.5</b>
<b>EMPLOYMENT INDICATORS :</b>	-	-
<b>HOUSING INDICATORS :</b>	-	-
<b>BUSINESS SURVEY :</b>	<b>0.0</b>	<b>/ 33.3</b>
<b>CONSUMER SURVEY :</b>	-	-
<i>(automated comments)</i>		
<b>3 Months Outlook (Base)</b>	Weak	<b>31.06 / 100</b>
<b>Current Momentum</b>	Slightly Bearish	<b>-12.12%</b>

**RELATED NEWS (previous 3 days):**

Refer to risk sentiments for more information.

15/04/2014 ~

14/04/2014 (Bloomberg): Chinese property developers with the option to repurchase dollar-denominated bonds later this year may opt to do so amid falling yields, according to Western Asset Management Co.

13/04/2014 ~

	Base Fundamental (Data of last 3 months)			Current Fundamental (Current data set)	
1.	NZD	83.82	+0.00 *	CAD	+43.88% -0.02% *
2.	JPY	78.26	+0.00 *	NZD	+42.04% +0.04% *
3.	GBP	68.67	-1.27 *	USD	+31.65% +0.05% *
4.	USD	58.99	+0.00 *	<b>AUD</b>	<b>+29.22% +0.02% *</b>
5.	<b>AUD</b>	<b>56.25</b>	<b>+0.00 *</b>	JPY	+26.06% -0.04% *
6.	EUR	50.90	+0.00 *	GBP	+23.58% -0.52% *
7.	CAD	45.74	+0.00 *	EUR	+22.41% +0.01% *

\* Day/day change - % range from +/- 10% (dependent on data availability)

**HA Research Comments:****MARKET:** China announced stimulus plan to build railroads, boost jobs. Market bullish on stimulus hope.**TECHNICAL:** -**CONCLUSION:** China's current fundamental weakness is evident. Pending GDP data (16th Apr)

Bearish Factors: (1) Recent Index very weak, (2) Base index weak. (3) Weakening trade data.

Bullish Factors: (1) Stimulus plan by PBOC supporting economy.

**Table 1: Pending Fundamental Events for China & Past 15 economic data release.**

UPCOMING FUNDAMENTAL EVENTS						
DATE	TIME	DETAILS	FORECAST	PREVIOUS	IMPACT	
16-Apr (Wed)	10:00am	GDP q/y	7.40%	7.70%	!!!	
16-Apr (Wed)	10:00am	Industrial Production y/y	9.10%	8.60%	!!!	
16-Apr (Wed)	10:00am	Fixed Asset Investment ytd/y	18.10%	17.90%	!!	
16-Apr (Wed)	10:00am	NBS Press Conference			!!	
16-Apr (Wed)	10:00am	Retail Sales y/y	11.90%	11.80%	!	
PAST (20) ECONOMIC EVENTS:						
DATE	TIME	DETAILS	ACTUAL	FORECAST	PREV.	SCORE
15-Apr (Tue)	4:00am	New Loans	1050B	1000.00	645.00	📈 +6.06%
15-Apr (Tue)	4:00am	M2 Money Supply y/y	12.10%	13.10%	13.30%	📉 -0.76%
11-Apr (Fri)	9:30am	CPI y/y	2.40%	2.50%	2.00%	📉 -2.27%
11-Apr (Fri)	9:30am	PPI y/y	-2.30%	-2.20%	-2.00%	📉 -6.06%
10-Apr (Thu)	11:05am	Trade Balance	7.70	-90.00%	-23.00	📈 +6.25%
03-Apr (Thu)	9:00am	Non-Manufacturing PMI	54.50	-	55.00	📉 -1.52%
01-Apr (Tue)	9:00am	Manufacturing PMI	50.30	50.10	50.20	📈 +3.41%
01-Apr (Tue)	9:45am	HSBC Final Manufacturing PMI	48.00	48.50	48.5	📉 -9.09%
24-Mar (Mon)	9:45am	HSBC Flash Manufacturing PMI	48.10	48.70	48.50	📉 -9.09%
24-Mar (Mon)	10:00am	CB Leading Index m/m	0.90%	-	0.30%	📈 +1.14%
18-Mar (Tue)	10:00am	Foreign Direct Investment ytd/y	10.40%	-	16.10%	📈 +1.14%
13-Mar (Thu)	10:00am	Industrial Production y/y	8.60%	9.50%	9.70%	📉 -2.27%
13-Mar (Thu)	1:30pm	Fixed Asset Investment ytd/y	17.90%	19.50%	19.60%	📉 -1.52%
13-Mar (Thu)	1:30pm	Retail Sales y/y	11.80%	13.50%	13.60%	📈 +0.19%
20-Jan (Mon)	10:00am	GDP q/y	7.70%	7.60%	7.80%	📈 +2.27%

BASE FUNDAMENTAL DATA RESULTS			
Type	CNY Fundamental Data	Strength	Total
Business Survey	Manufacturing PMI	Weak	0
	Non-Manufacturing PMI	Weak	0
	HSBC Flash Manufacturing PMI	Weak	0 (Very Weak)
	HSBC Final Manufacturing PMI	Weak	0 0.0 / 33.3
Growth	Industrial Production y/y	Weak	0
	New Loans	Strong	6.061
	Retail Sales y/y	Recovery	0.758
	Foreign Direct Investment ytd/y	Strong	3.03
	CB Leading Index m/m	Strong	3.03
	GDP q/y	Strong	9.091
	Trade Balance	Strong	9.091 (Strong)
	Fixed Asset Investment ytd/y	Weak	0 31.1 / 48.5
Inflation	CPI y/y	Weak	0
	M2 Money Supply y/y	Weak	0 (Very Weak)
	PPI y/y	Weak	0 0.0 / 18.2
			<b>31.06 100.00</b>

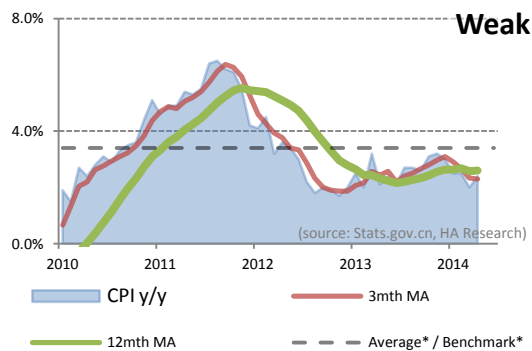
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## China Currency Report

## INFLATION INDICATORS

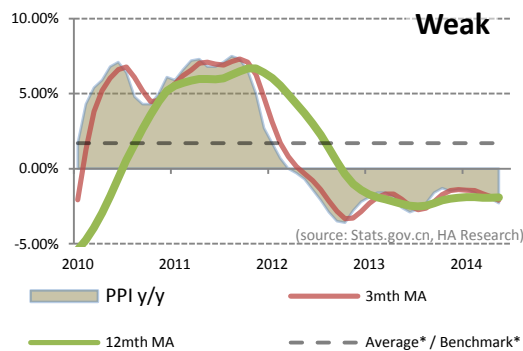
(Fig2.1)



April: **2.40%** Previous: **2.00%**

**Consumer Price Index** Change in the price of goods and services purchased by consumers.

(Fig2.2)

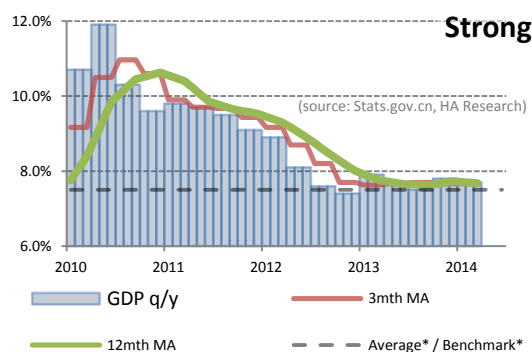


April: **-2.00%** Previous: **-2.00%**

**Producer Price Index** Change in the price of goods purchased and sold by producers;

## GROWTH INDICATORS

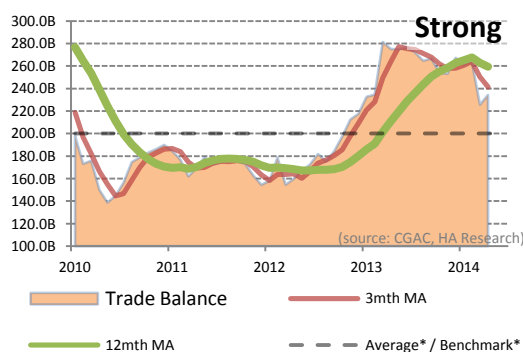
(Fig2.3)



April: **Pending** Previous: **7.70%**

**Gross Dom. Product** Change in the inflation-adjusted value of all goods and services produced by the economy;

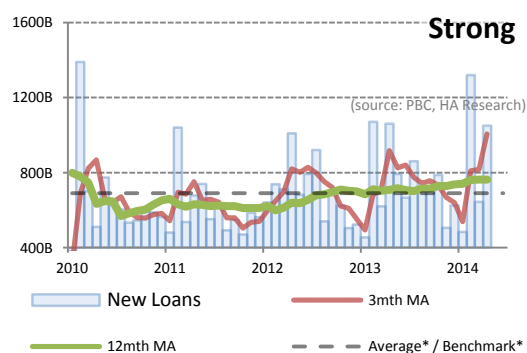
(Fig2.4)



April: **234.3B** Previous: **225.7B**

**Trade Balance** Difference in value between imported and exported goods during the previous month;

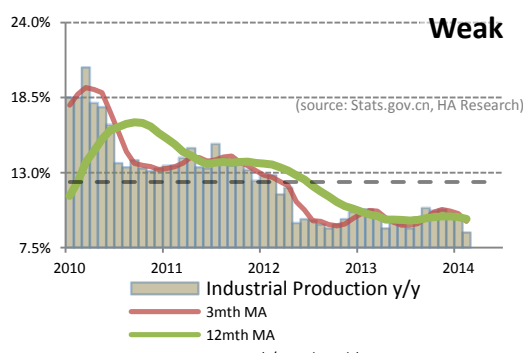
(Fig2.5)



April: **1050B** Previous: **645B**

**New Loans** Value of new yuan-denominated loans issued to consumers and businesses during the previous month;

(Fig2.6)



April: **Pending** Previous: **0.00%**

**Industrial Production** Change in the total inflation-adjusted value of output produced by manufacturers, mines, and utilities;

Average\* / Benchmark\* is a derivation of the following considerations: (1) moving averages across data used in the chart period; (2) Mandated target of Central Bank; (3) Market consensus benchmark; (4) Combination of either.

Figure/Chart annotations All figures/charts provided in this report are annotated in Figure(Page).(Chart #) format. Example Figure2.1 represents: Figure in (Page 2).(Chart 1 in page 2).

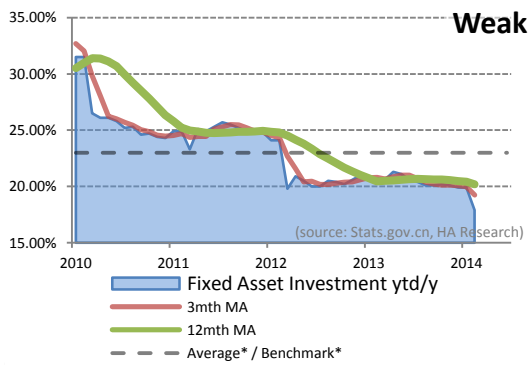
## GROWTH INDICATORS



## China Currency Report

**GROWTH INDICATORS** (continued)

(Fig3.1)

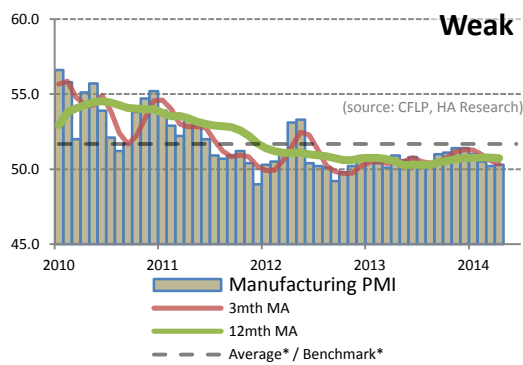


April:	Pending	Previous	0.00%
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**FA Investments** Change in spending on non-rural capital investments such as factories, roads, power grids, and property;

**BUSINESS SURVEY**

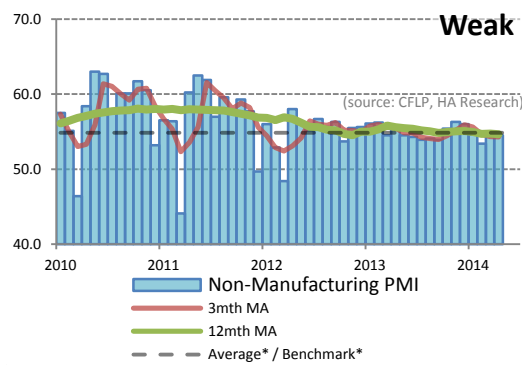
(Fig3.2)



April:	50.3	Previous	50.2
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**Manufacturing PMI** Level of a diffusion index based on surveyed purchasing managers in the manufacturing industry;

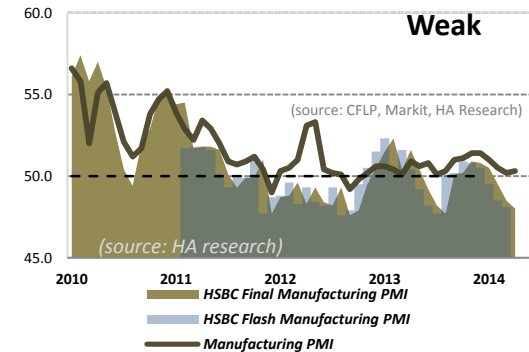
(Fig3.3)



April:	54.5	Previous	55.0
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**Non-Manu. PMI** Level of a diffusion index based on surveyed purchasing managers in the services industry;

(Fig3.4)



April:	48.0	Previous	48.5
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**HSBC Manu. PMI** Survey of 430 purchasing manager to rate business condition, jobs, production, orders, inventories..etc.

Average\* / Benchmark\* is a derivation of the following considerations: (1) moving averages across data used in the chart period; (2) Mandated target of Central Bank; (3) Market consensus benchmark; (4) Combination of either.

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