















DUKASCOPY
RESEARCH PRODUCTS

22/05/2017



Fundamental Analysis

Major events this week (May 22 - 26)

Day/Time (GMT)	Flag	Currency	Event	Period	Actual	Forecast	Previous
MONDAY							
06:00 pm		GBP	Prime Minister May Speaks				
TUESDAY							
08:00 am		EUR	German Ifo Business Climate	May		113.1	112.9
12:30 pm		CAD	Wholesale Sales m/m	March		1.1%	-0.2%
02:00 pm		USD	New Home Sales	April		611K	621K
WEDNESDAY							
08:30 am		EUR	ECB President Draghi Speaks				
02:00 pm		CAD	BOC Rate Statement				
02:30 pm		USD	Crude Oil Inventories	Last week			-1.8M
THURSDAY							
02:00 am		NZD	Annual Budget Release				
08:30 am		GBP	Second Estimate GDP q/q	Q1 2017		0.3%	0.3%
02:30 pm		USD	Unemployment Claims	Last week		238K	232K
11:30 pm		JPY	Consumer Price Index y/y	April		0.4%	0.2%
FRIDAY							
12:30 pm		USD	Prelim GDP q/q	April		0.9%	0.7%

Key highlights of the week ended May 19

United Kingdom

On Monday, the British Prime Minister Theresa May, appointed after the country voted to leave the European Union on June 23, promised to extend British workers' rights in both workplace and boardroom. During her visit to the southern part of England, the UK PM said that the Conservative Party would protect workers of internet delivery firms and "gig" companies, such as Uber. Furthermore, May stated they intended to put employees on company boards. The Office for National Statistics reported on Tuesday that its CPI rose 2.7% on an annual basis in April, following the preceding month's gain of 2.3% and surpassing analysts' expectations for a 2.6% increase. British inflation is set accelerate further due the recent rebound in oil prices and the weak Sterling. The Office for National Statistics reported that wage growth, excluding bonuses, advanced 2.1% on an annual basis in the March quarter, the weakest gain since the three-month period to July 2016. The Office for National Statistics reported on Thursday that retail sales surged 2.3% in April, following the preceding month's upwardly revised fall of 1.4% and topping expectations for a 1.2% increase.

United States

Manufacturing activity in the New York state deteriorated unexpectedly in May, falling into the negative territory for the first time since October, official figures revealed. The regional Federal Reserve reported on Monday that its Empire State Manufacturing Index came in at -1.0 in the reported month, following the preceding month's 5.2 points. The Census Bureau reported on Tuesday that housing starts declined 2.6% to a seasonally adjusted annual pace of 1.17M units last month, following March's upwardly revised 1.28M-unit pace and falling behind expectations for a 3.7% rise to a 1.26M-unit pace. The Energy Information Administration reported US crude stockpiles fell 1.8M barrels in the week ending May 12, following the preceding week's drop of 5.2M barrels and falling behind expectations for a 2.5M-barrel decline. The US Department of Labour reported that initial jobless claims fell to 232K in the week ending May 12, following the preceding week's 236K and posting the third consecutive decline. In the meantime, analysts held expectations for an increase to 240K.

Canada

Statistics Canada reported on Wednesday that manufacturing sales rose 1.0% in March, following the preceding month's downwardly-revised fall of 0.6% and slightly missing analysts' expectations for a 1.1% gain. Statistics Canada reported that its CPI advanced 0.4% in April, following the preceding month's gain of 0.2% and falling behind expectations for an increase of 0.5%. Other data showed that retail sales climbed 0.7% in March, compared to the prior month's upwardly revised fall of 0.4% and surpassing expectations for a 0.4% increase. However, excluding volatile items, core retail sales fell 0.2%, whereas analysts anticipated a climb of 0.2% in the reported month after a 0.1% drop in February.

New Zealand

Statistics New Zealand reported that retail sales volumes climbed 1.5% on a seasonally adjusted basis in the three-month period to March, up from a 0.6% gain in the preceding period, whereas analysts anticipated a slighter increase of 1.1%. Dairy prices rose for the fifth consecutive time at the latest auction in New Zealand, pointing to a solid recovery. The Global Dairy Trade Price Index climbed 3.2% to an average selling price of \$3,313 per tonne after rising 3.6% at the prior GDT auction. Later in the day, Statistics New Zealand reported that its Producer Price Index rose 0.8% in the March quarter, following the prior quarter's gain of 1.0% and topping analysts' expectations for a 0.7% increase.




"The fact that core (inflation) remains so muted is a fairly strong argument in favor of not following any lead by the Fed in the immediate future."

— Doug Porter, BMO Capital Markets


CAD



	Impact
Canadian consumer prices and core retail sales miss forecasts	Medium

Canadian consumer prices rose less than expected last month, official figures showed on Friday. Statistics Canada reported that its CPI advanced 0.4% in April, following the preceding month's gain of 0.2% and falling behind expectations for an increase of 0.5%. Meanwhile, the so-called core inflation rate came in at 0.0% last month, compared to a 0.3% climb in March. On an annual basis, headline inflation rose 1.6%, unchanged from March's figure and missing forecasts for a 1.7% gain. Meanwhile, other measures of inflation, the Common CPI, the Median CPI and the Trimmed CPI came in at 1.3%, 1.6% and 1.3%, respectively, year-over-year in April. Prices were up in six out of the eight components, with gasoline prices posting the largest gain of 15.9% on an annual basis. Other data showed that retail sales climbed 0.7% in March, compared to the prior month's upwardly revised fall of 0.4% and surpassing expectations for a 0.4% increase. However, excluding volatile items, core retail sales fell 0.2%, whereas analysts anticipated a climb of 0.2% in the reported month after a 0.1% drop in February.

















 Trends*	Q1 17	Q2 17	Q3 17
MAX	1.42	1.45	1.45
75% percentile	1.37	1.38	1.40
Median	1.35	1.36	1.36
25% percentile	1.32	1.32	1.31
MIN	0.84	1.22	1.20

* the data is based on international banks' forecasts

	19.05 open price	19.05 close price	% change
AUD/CAD	1.0092	1.0078	-0.14%
CAD/CHF	0.7203	0.7201	-0.03%
EUR/CAD	1.5105	1.5144	0.26%
USD/CAD	1.3604	1.3511	-0.69%

Major events previous week (May 8 - 12)

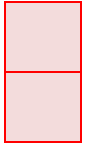
Day/Time (GMT)	Flag	Currency	Event	Period	Actual	Forecast	Previous
MONDAY							
00:00 am		NZD	Retail Sales q/q	Q1 2017	1.5%	1.1%	0.6%
12:30 pm		USD	Empire State Manufacturing Index	May	-1.0	7.2	5.2
07:00 pm		GBP	Prime Minister May Speaks				
TUESDAY							
01:30 am		AUD	Monetary Policy Meeting Minutes				
08:30 am		GBP	CPI y/y	April	2.7%	2.6%	2.3%
12:30 pm		USD	Building Permits	April	1.23M	1.27M	1.27M
Tentative		NZD	GDT Price Index		3.2%		3.6%
WEDNESDAY							
08:30 am		GBP	Average Earnings Index 3m/y	Q1 2017	2.4%	2.4%	2.3%
12:30 pm		CAD	Manufacturing Sales m/m	March	1.0%	1.1%	-0.2%
02:30 pm		USD	Crude Oil Inventories	Last week	-1.8M	-2.5M	-5.2M
THURSDAY							
01:30 am		AUD	Unemployment Rate	April	5.7%	5.9%	5.9%
08:30 am		GBP	Retail Sales m/m	April	2.3%	1.2%	-1.8%
12:30 pm		USD	Unemployment Claims	Last week	232K	240K	236K
FRIDAY							
12:30 pm		CAD	CPI m/m	April	0.4%	0.5%	0.2%

EXPLANATIONS

Chart

- **SMA (55)** – Simple Moving Average of 55 periods
- **SMA (200)** – Simple Moving Average of 200 periods

Third Quartile – separates 25% of the highest forecasts



Second Quartile – the median price based on the projections of the industry

First Quartile – separates 25% of the lowest forecasts



Newest releases and archive:

- Fundamental Analysis
- Technical Analysis
- Press Review
- Market Research
- Expert Commentary
- Dukascopy Sentiment Index
- Trade Pattern Ideas
- Global Stock Market Review
- Commodity Overview
- Economic Research
- Quarterly Report
- Aggregate Technical Indicator

Additional information:

- Dukascopy Group Home Page
- Market News & Research
- FXSpider
- Live Webinars
- Dukascopy TV
- Daily Pivot Point Levels
- Economic Calendar
- Daily Highs/Lows
- SWFX Sentiment Index
- Movers & Shakers FX
- Forex Calculators
- Currency Converter
- Currency Index
- CoT Charts

Social networks:



Disclaimer

Everything in this article, including opinions and figures, is provided for informational purposes only and may not be interpreted as financial advice or solicitation of products. Dukascopy group assume no responsibility for the completeness or the accuracy of any data contained in this article. Financial figures indicated in this article have not been verified by the Dukascopy group. Views, opinions and analyses are those of the author of the article, and are not endorsed by the Dukascopy group.

Dukascopy group waive any and all warranties, express or implied, regarding, but without limitation to, warranties of the merchantability or the fitness for a particular purpose, with respect to all information in this article. Dukascopy group shall under no circumstances be responsible for any direct, indirect, consequential, contingent or any other damages sustained in connection with the use of this article.