

# CITYINDEX

## Asia Pacific Markets Outlook 2015 & Global Markets Theme for Q1 2015

Kelvin Wong, CFTe

Chief Technical Strategist, Asia



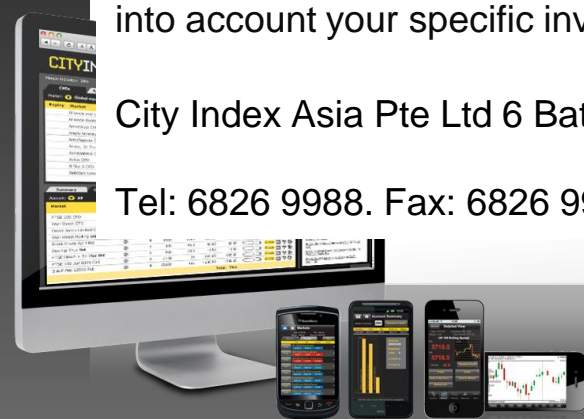
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City Index Asia Pte Ltd 6 Battery Road #20-01 Singapore 049909

Tel: 6826 9988. Fax: 6826 9968. Co Reg # 200400922K



# The Approach...

- Using intergraded “**Technical Analysis Technique**” (price actions, Elliot Wave, Fibonacci levels & indicators).
- Key levels to watch.

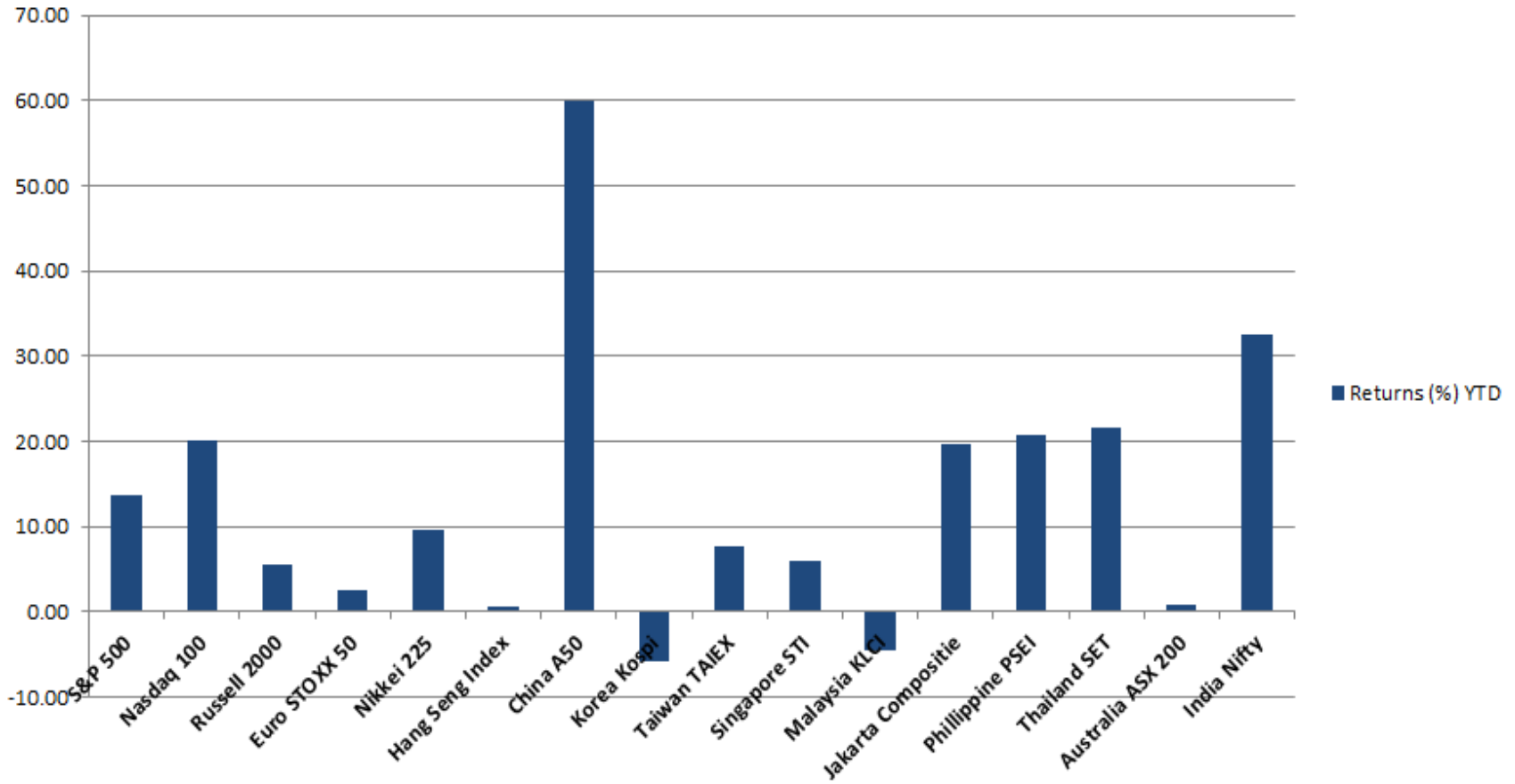


# What is in store for Asia Pacific for 2015?



# Performance For 2014

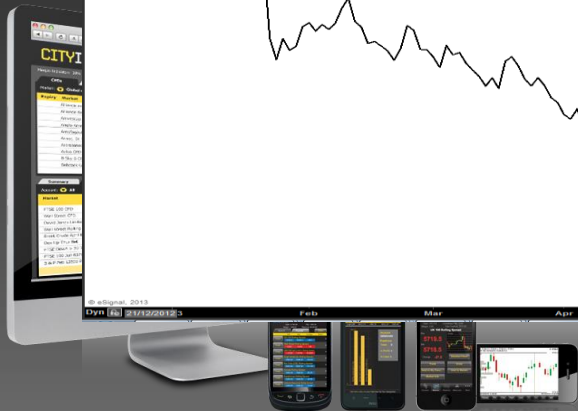
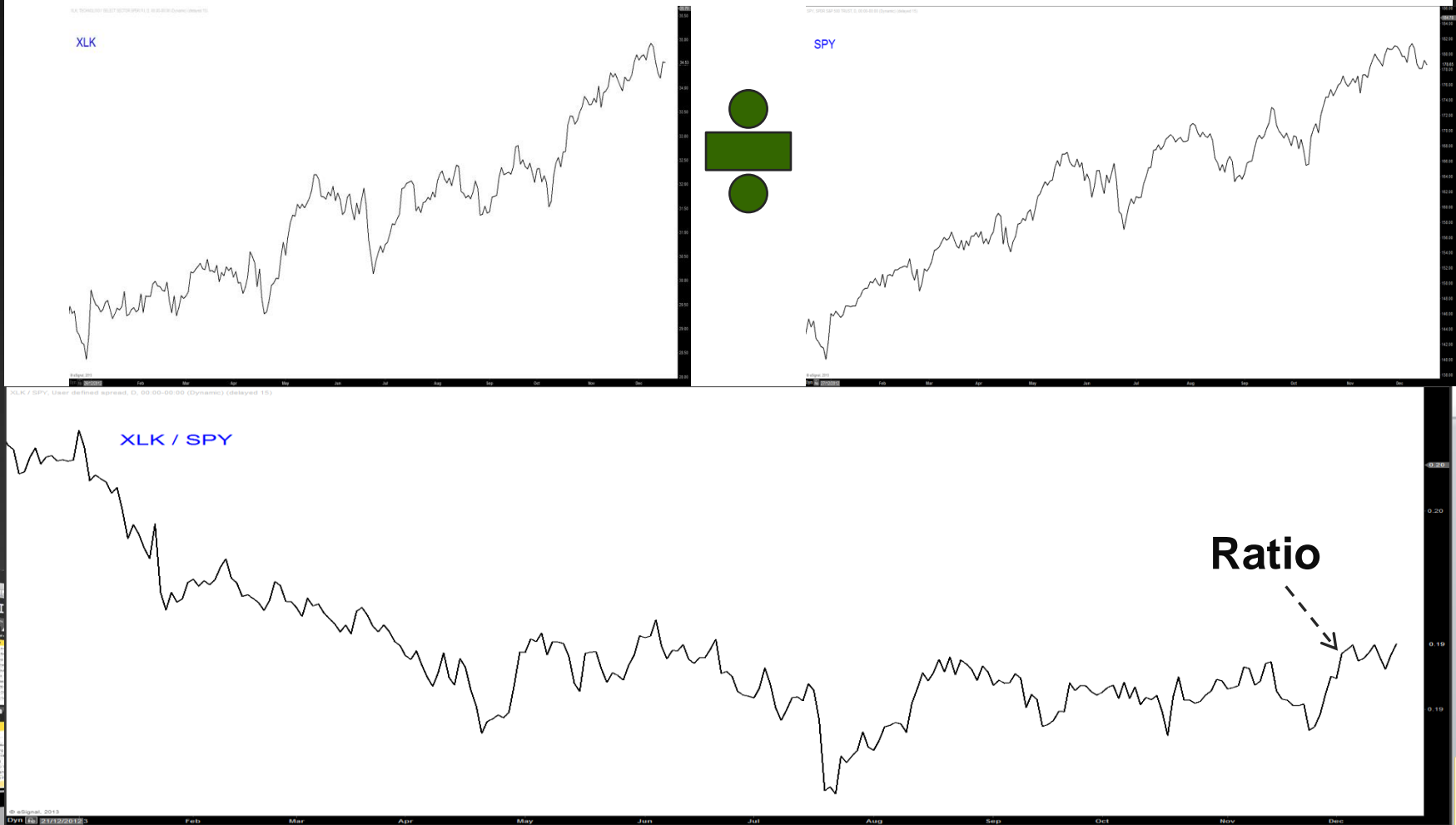
## Returns ex dividends (%) 2014



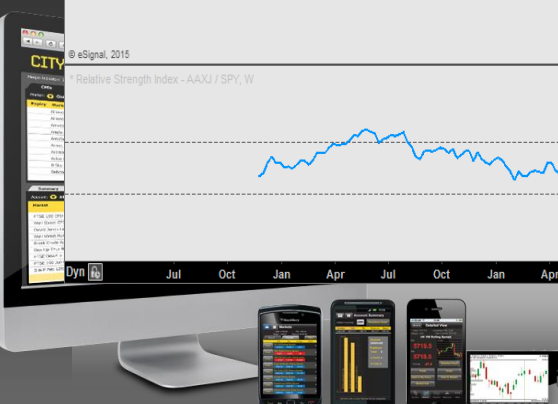
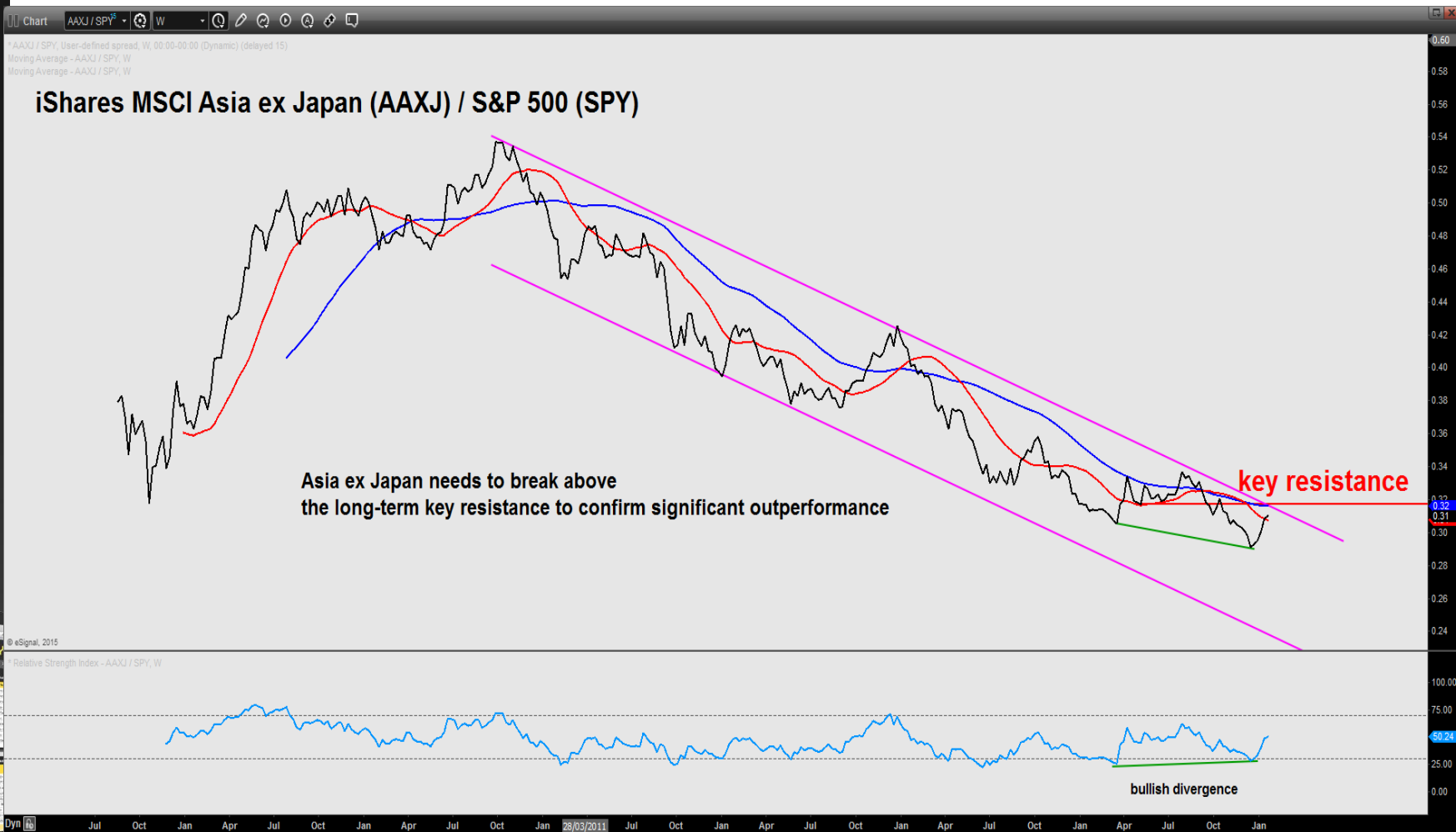
# Relative Strength Charting



# Relative Strength Charting



# MSCI Asia Ex. Japan / S&P 500

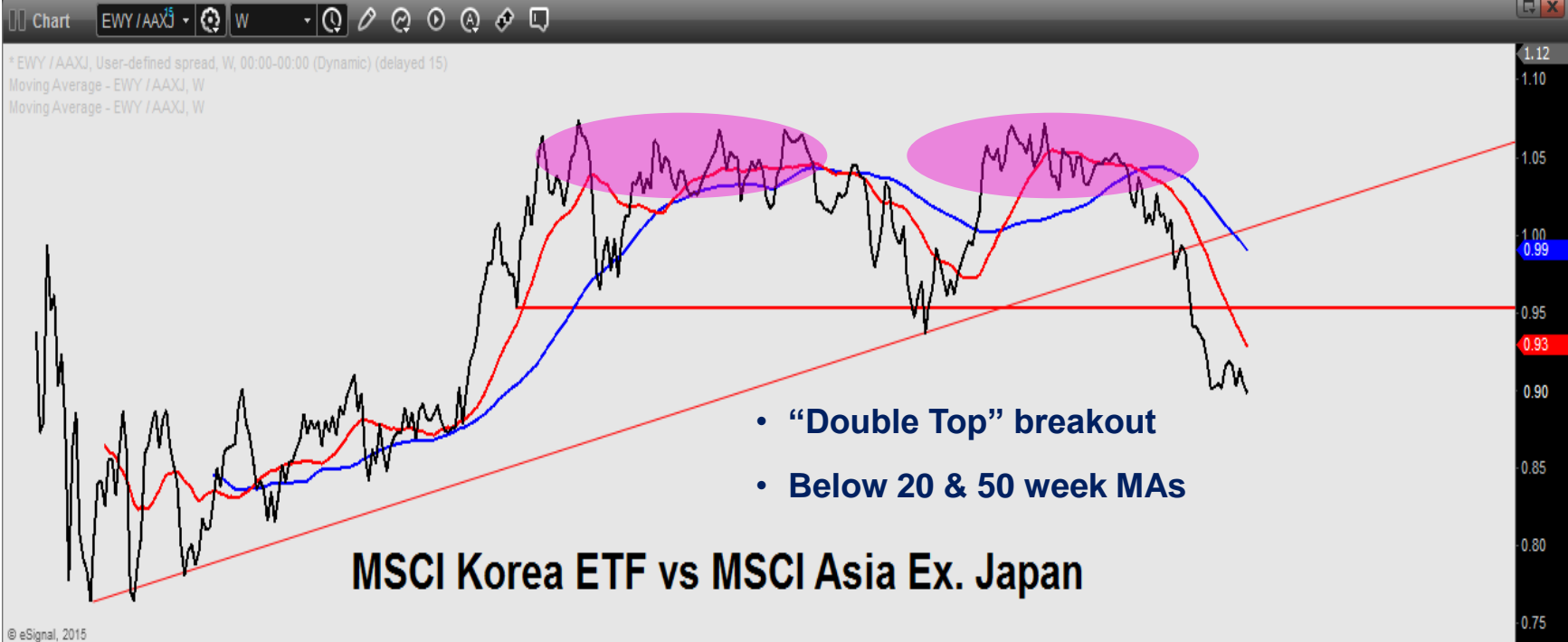




# MSCI Asia Ex. Japan / MSCI All Country Ex. U.S.



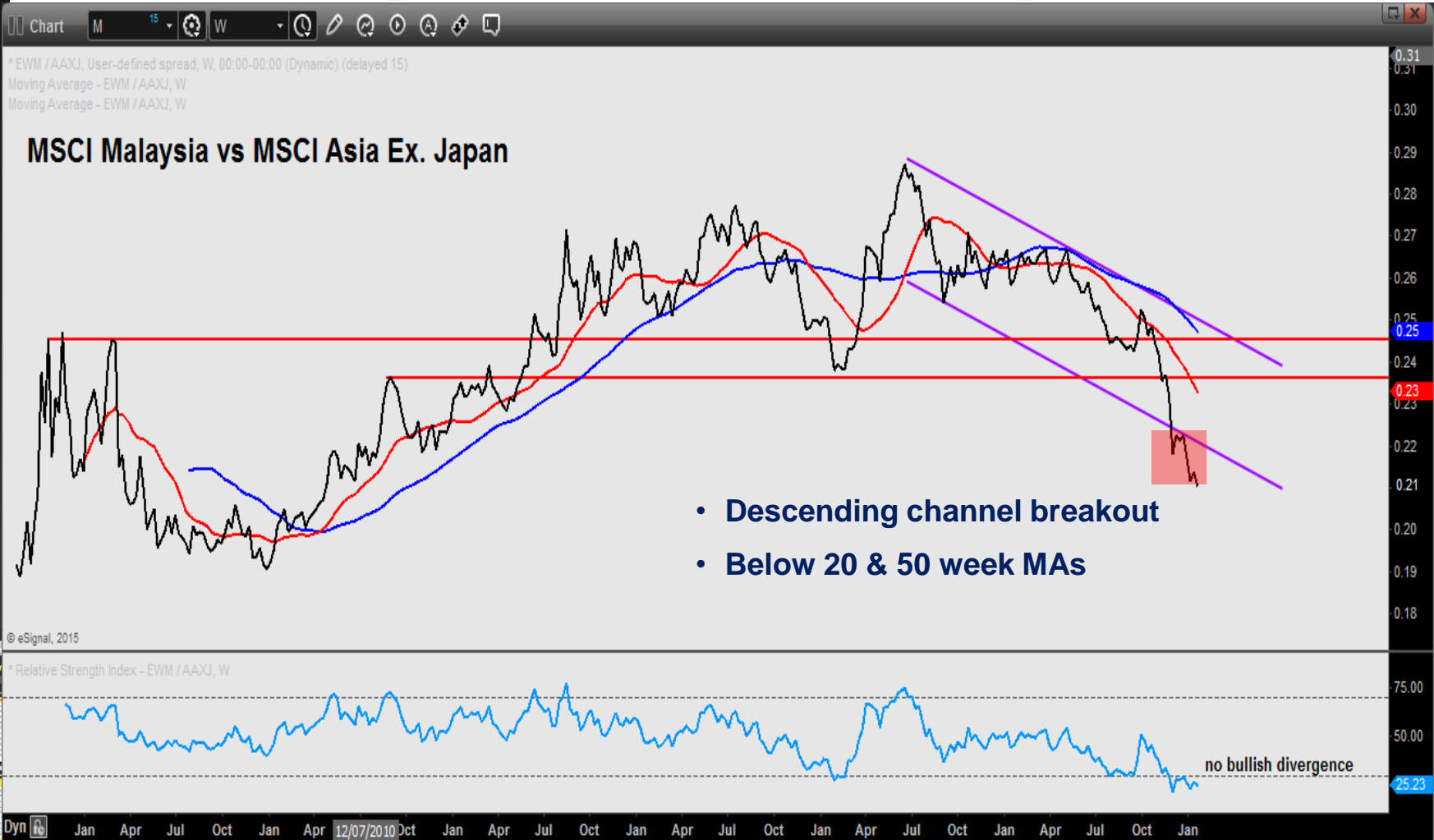
# The "Underperformers" - Korea



Jan Apr Jul Oct Jan Apr Jul Oct Jan Apr Jul Oct Jan Apr Jul Oct Jan Apr Jul Oct Jan



# The "Underperformers" - Malaysia



# The "Underperformers" - Singapore



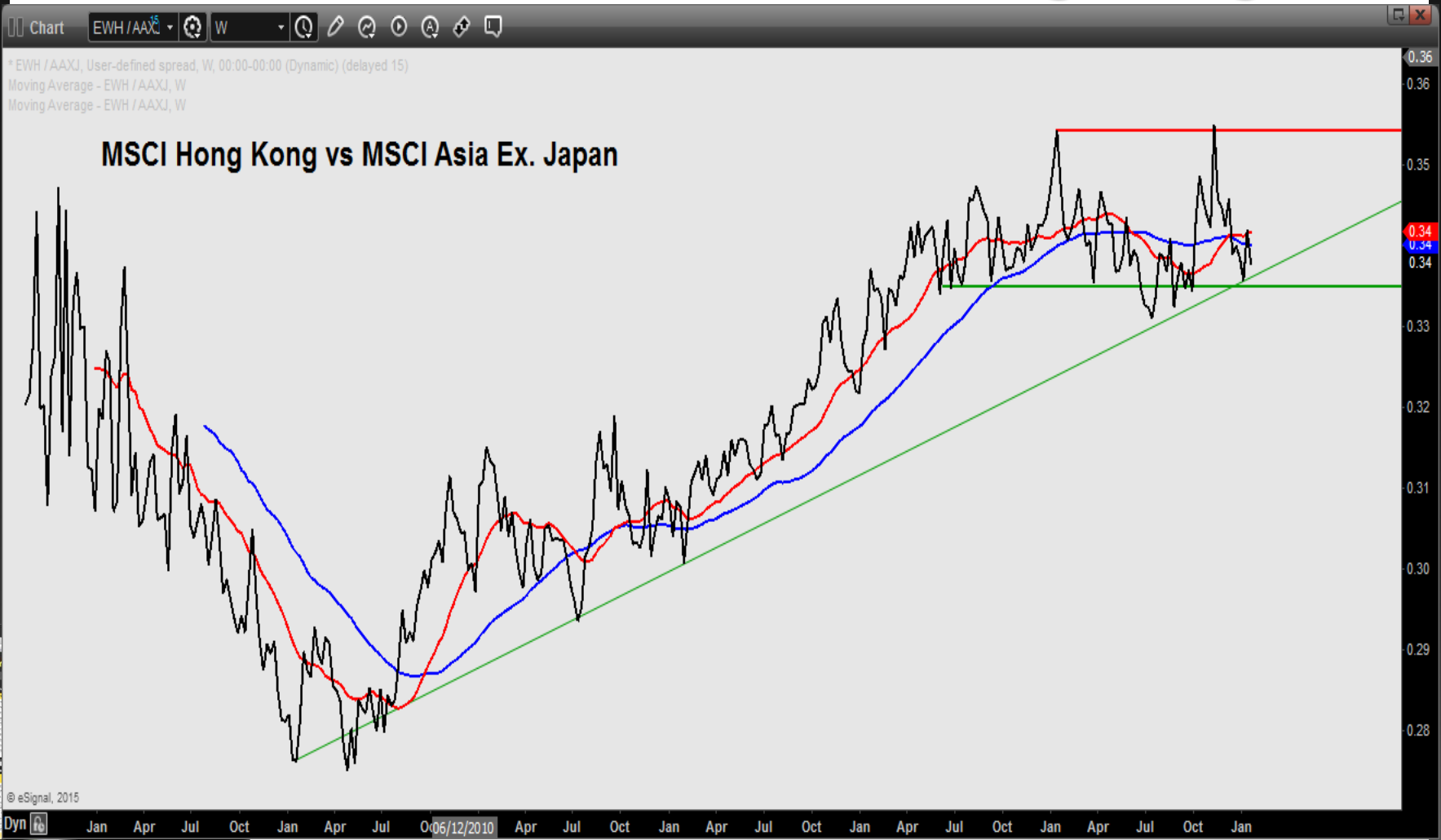
# The “Underperformers” - Australia



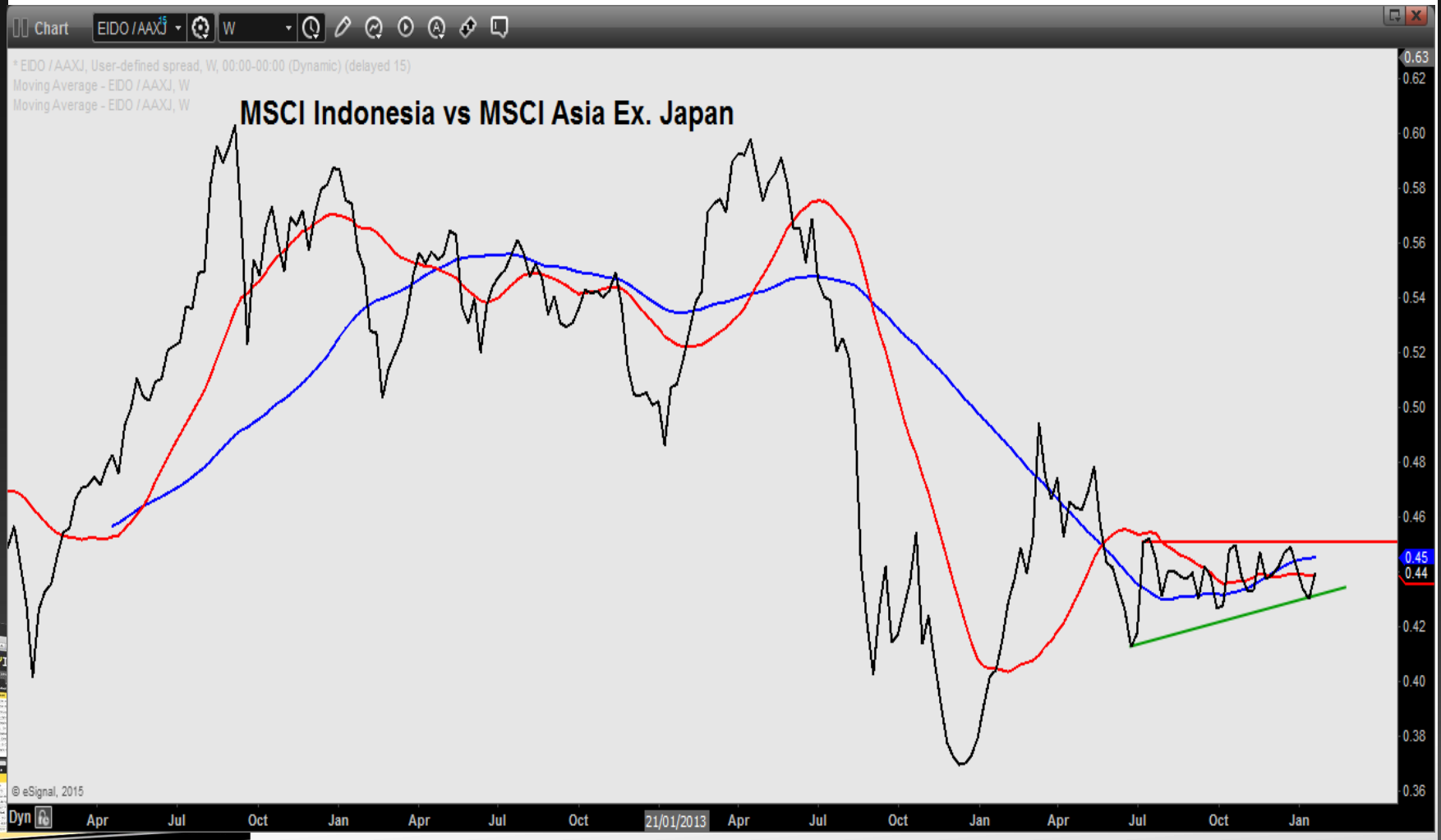
# The "Market Performers" - Taiwan



# The "Market Performers" – Hong Kong

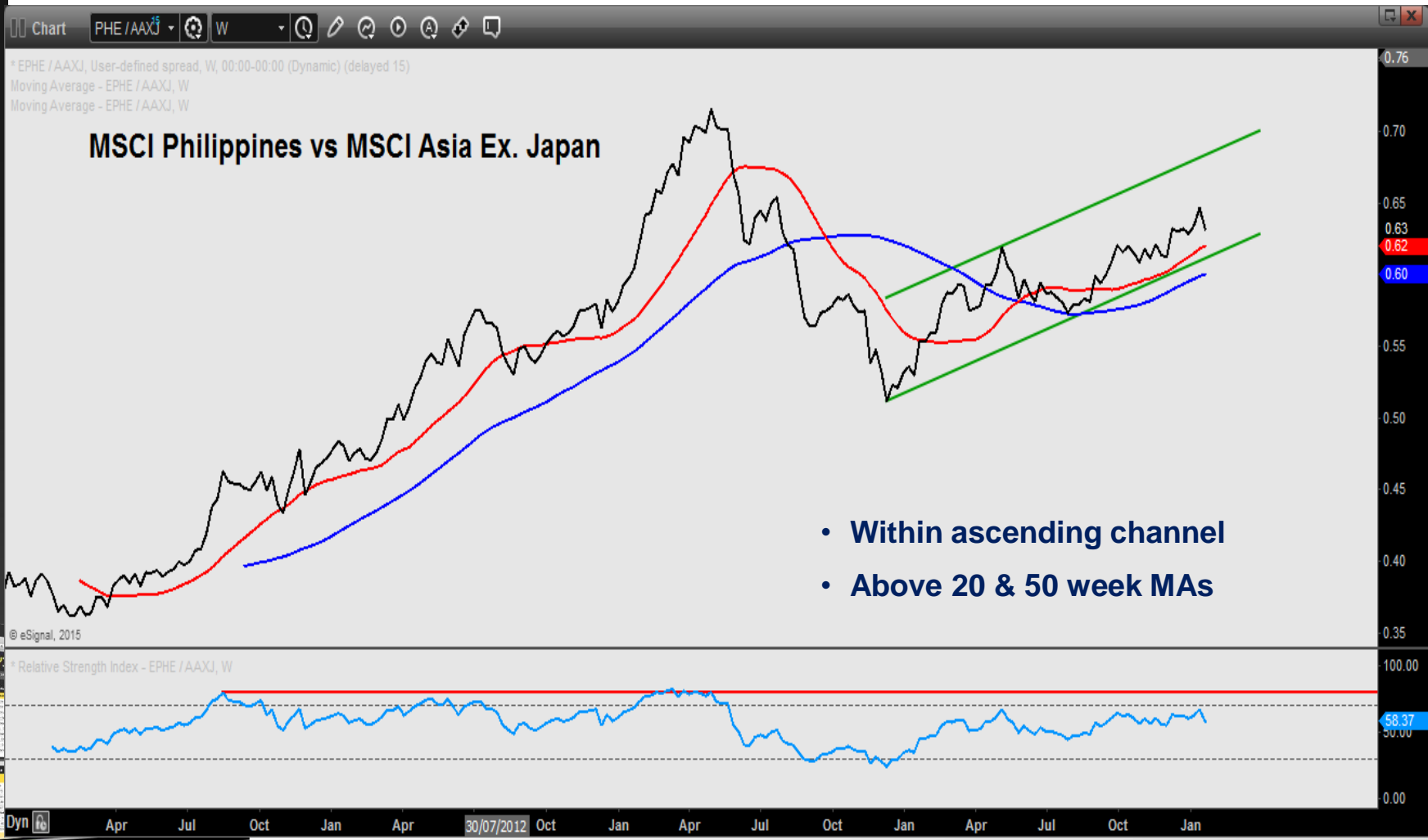


# The "Market Performers" - Indonesia

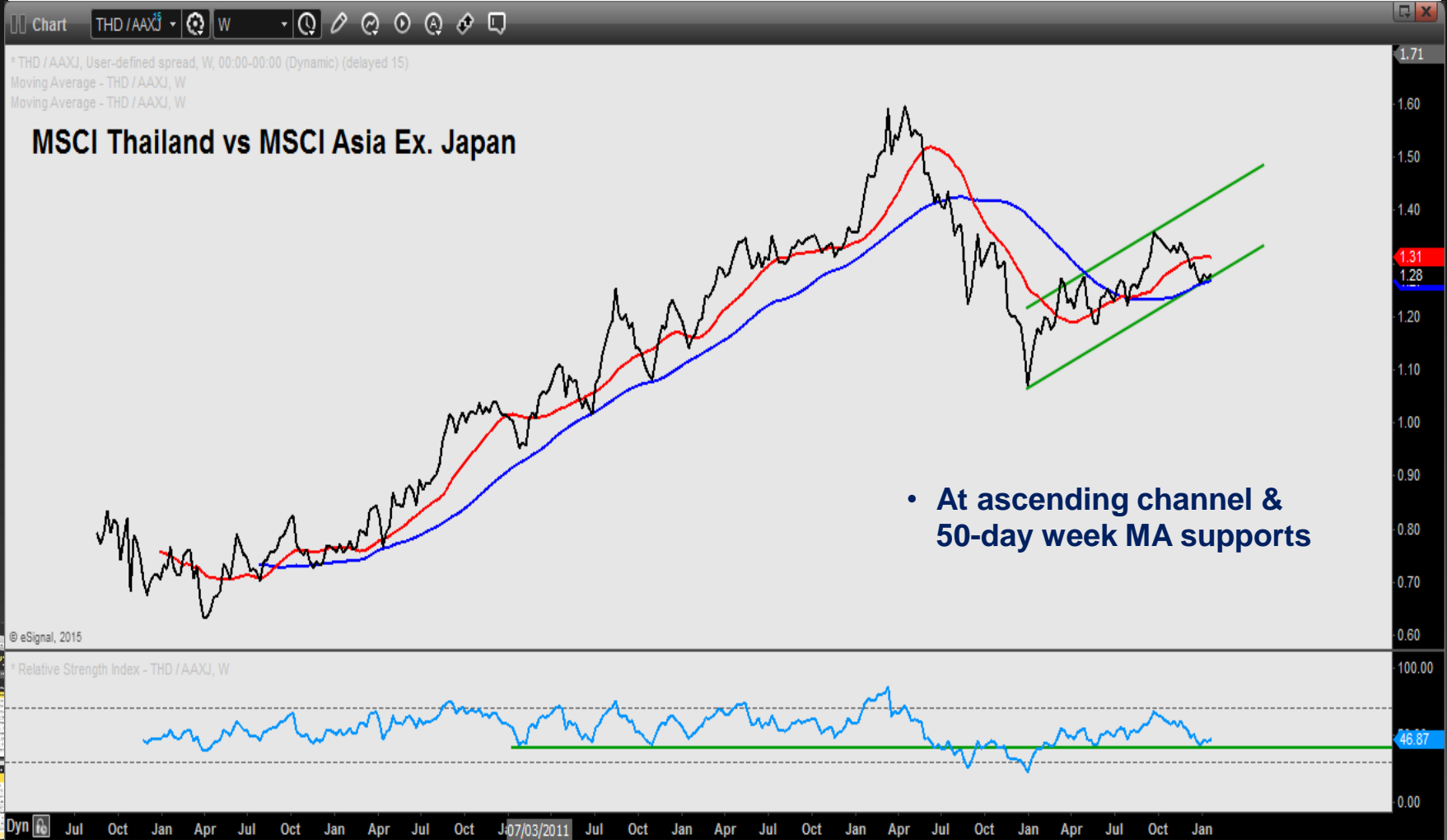




# The "Outperformers" - Philippines



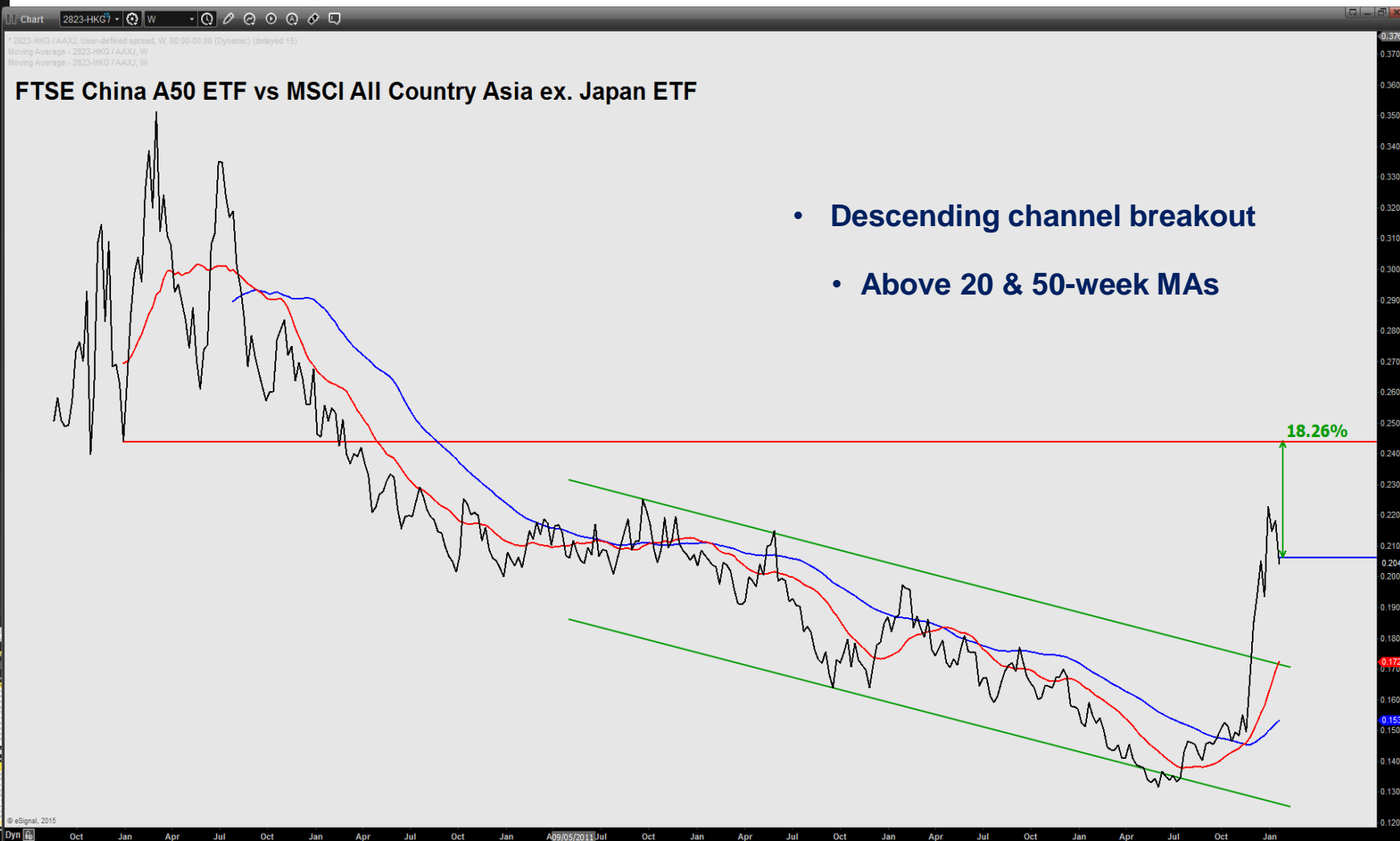
# The "Outperformers" - Thailand



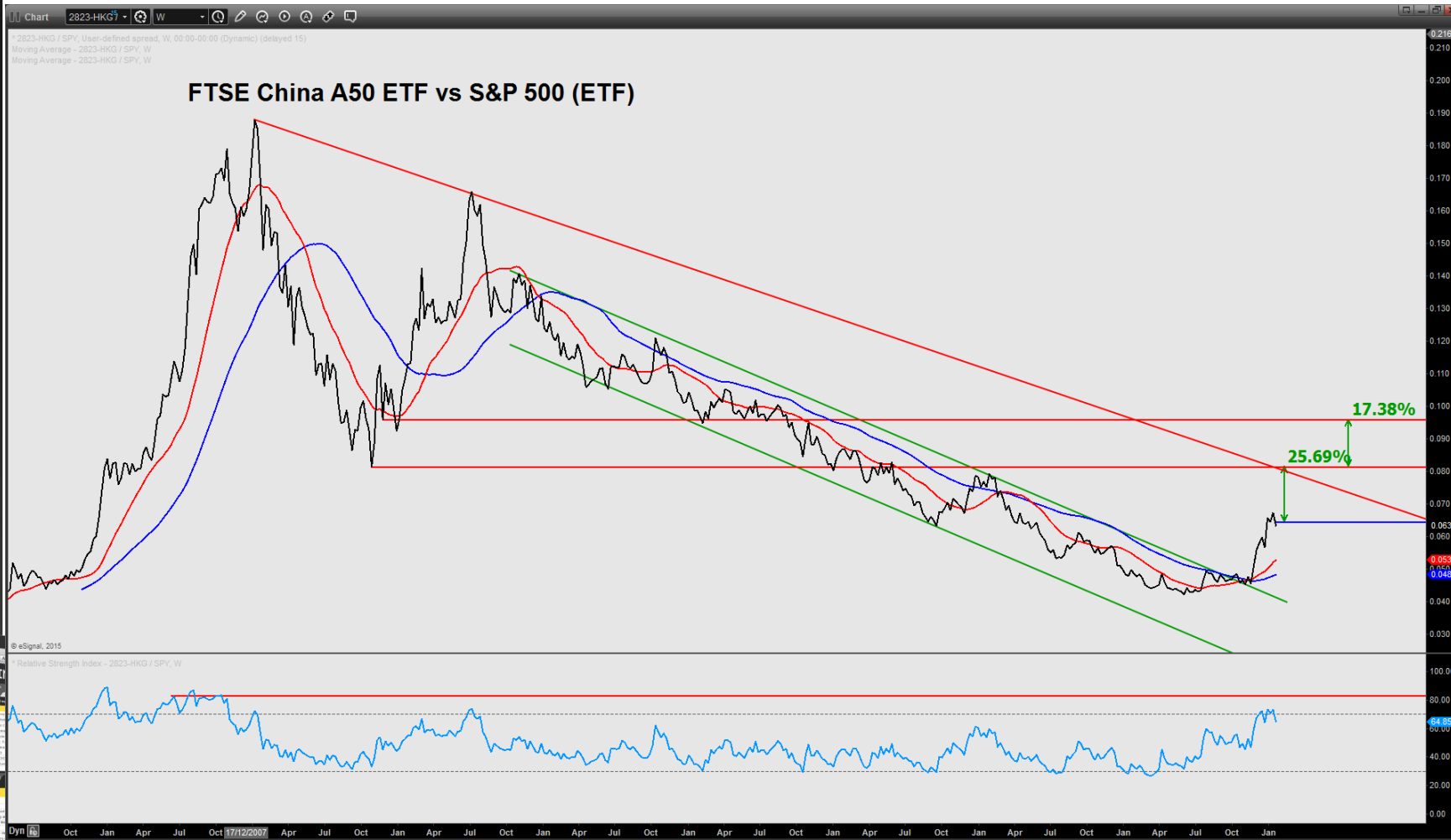
# The “Outperformers” - India



# The “Outperformers” - China



# China A50 / S&P 500



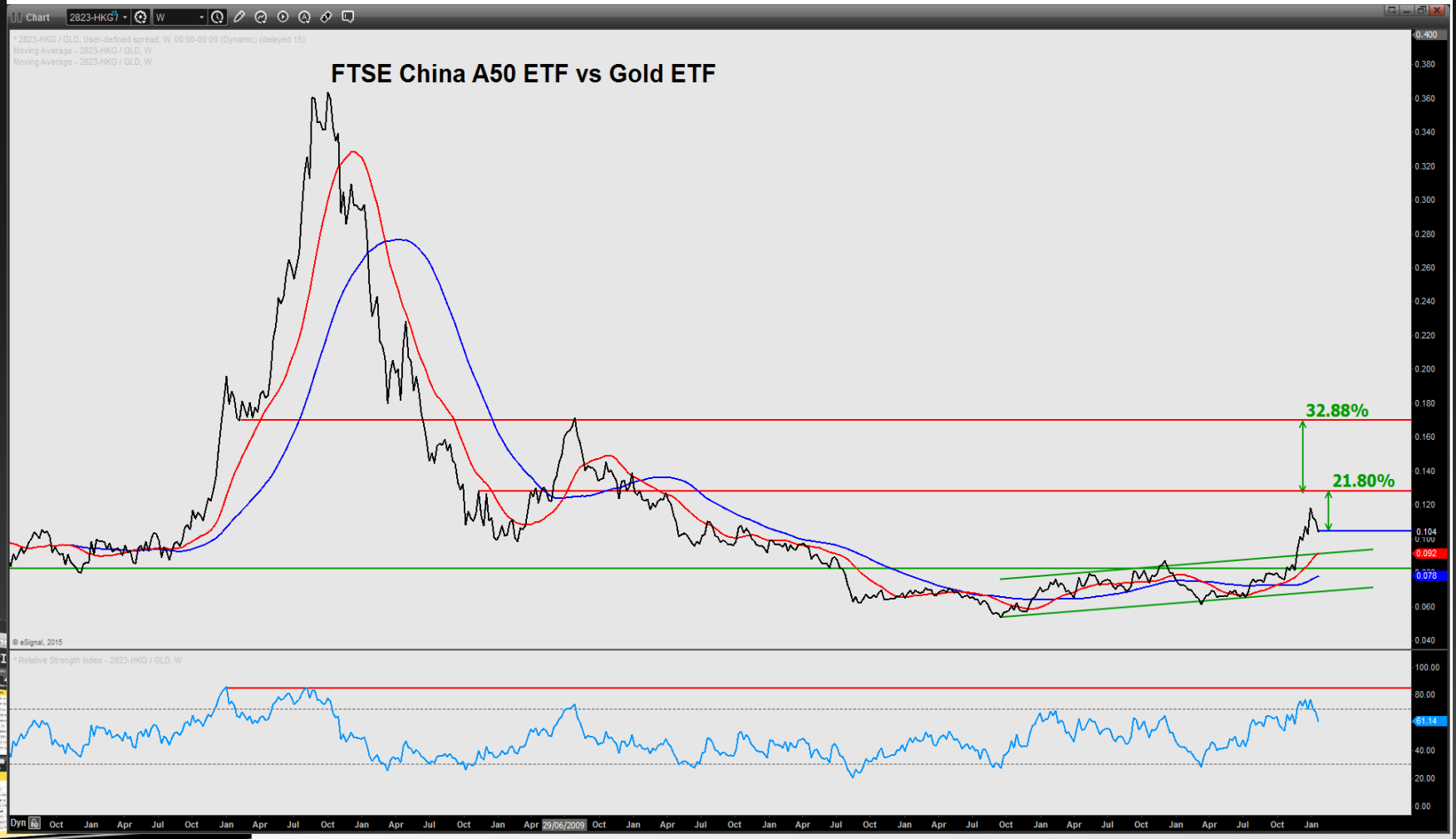
# China A50 / MSCI All Country World Ex. US



# China A50 / MSCI Germany



# China A50 / Gold

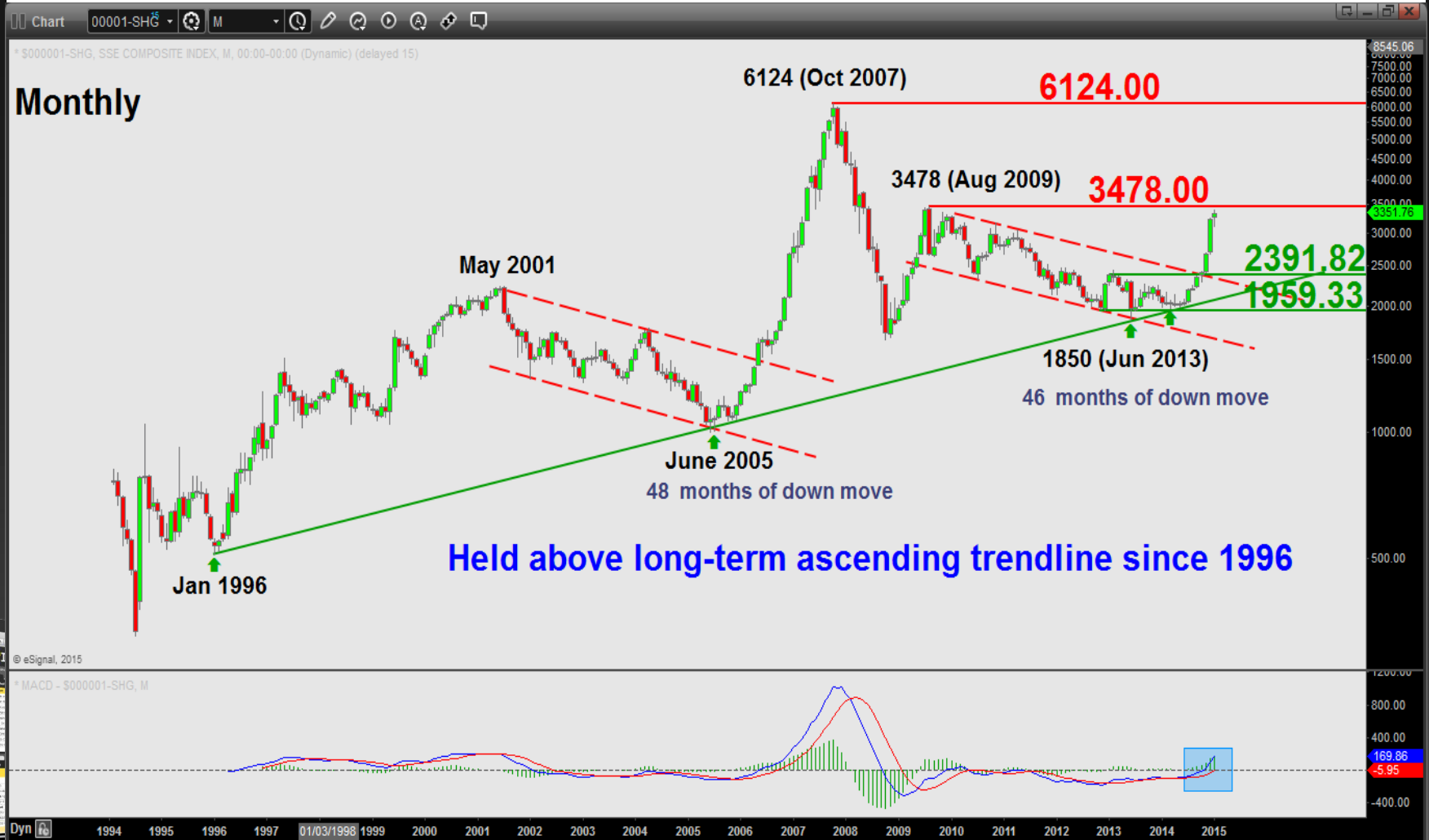




# China A50 / U.S. Investment Grade Bonds



# Shanghai Composite



# FTSE/Xinhua China A50



# FTSE/Xinhua China A50



# The Tale Between ASX 200 & AUD/USD



# ASX 200

CI Australia 200 CFD Weekly

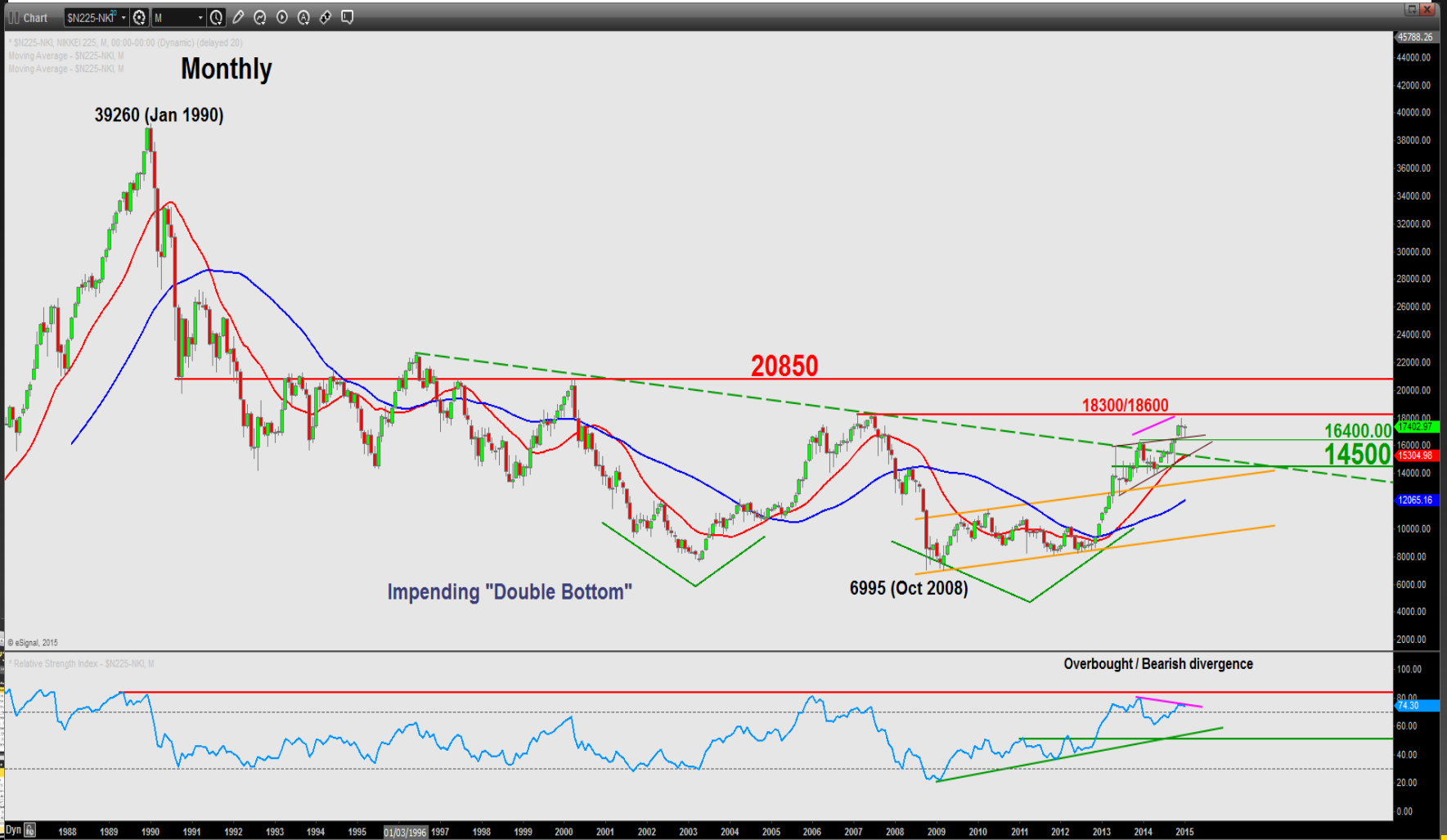
Weekly



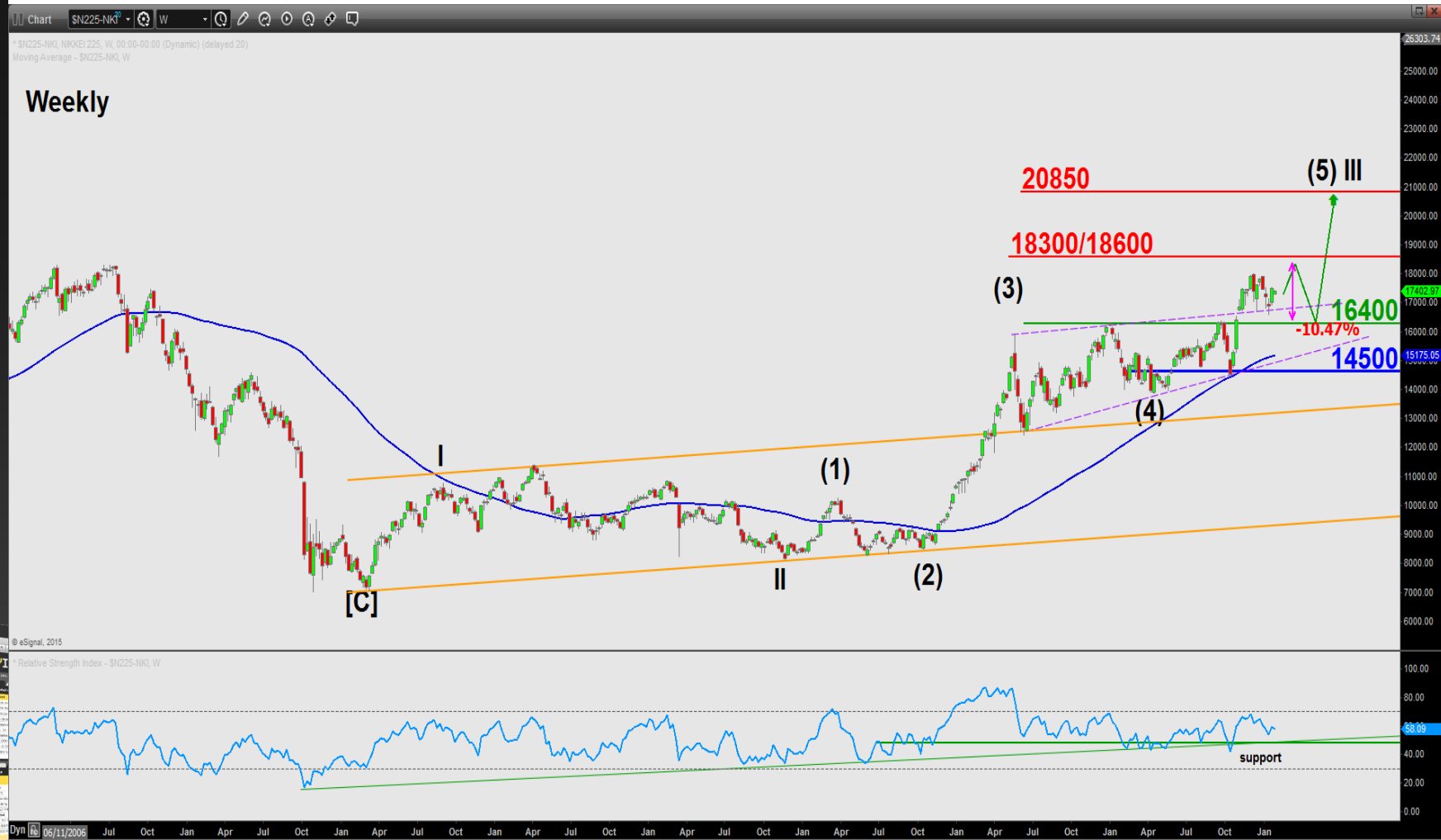
Australia 200 CFD 1WK Drawing Tools View Scale Chart Templates Print



# Nikkei 225



# Nikkei 225





# China Life / HSCEI



# China Life (HKG: 2628)



# AAC Technologies / HSI



# AAC Technologies (HKG: 2018)



# Kingsoft Corporation / HSI



# Kingsoft Corporation (HKG: 3888)



# Global Markets Outlook 2015 (Key Notes)

- U.S. stock markets remain in a long-term bullish phase despite completing the 5<sup>th</sup> year of the bullish cycle since Mar 2009
- Year- end expected targets for (S&P 500 = 2335) & (Nasdaq 100 = 4800).
- German's DAX (Europe) is expected to see outperformance versus the “rest of the world”.
- Year – end expected target for (DAX = 11455/11505)



# Global Markets Outlook 2015 (Key Notes)

- Risk of a global deflation due to the current state of the oil market.
- Central bankers (except U.S.) is likely to pump more “liquidity” into the system to counter deflationary risk.
- Multi-year bullish cycle for the USD is still in play.
- China stock market is the “infancy stage” of a multi-year bullish cycle.
- Risk factors: Re-emergence of Ukraine “stand-off” crisis, Euro zone breakup & escalation of terrorism activities.





# Global Macro Theme For Q1 2015



# Global Macro Theme (Q1 2015)

- U.S. stock market remains in an uptrend but with high volatility movement (cue from VIX).
- Further push up is expected for (S&P 500 = 2140/2170) & (Nasdaq 100 = 4400/4430) before risk of a 10/12% correction.
- U.S. sectors that benefit from local growth “story”, strong USD & low interest rate environment.
- U.S. sectors that expected to outperform - (Retails, Homebuilders, Consumer Staples, Utilities, Healthcare & Technology)
- DAX (Europe) will continue to outperform U.S. Resistance to watch on DAX will be 10960 before risk of a 10/12% correction.



# Global Macro Theme (Q1 2015)

- Asian stock markets faces a similar risk of a potential 10/12% correction.
- Key resistance to watch: (Nikkei 225 = 18300/18600), (STI = 3540).
- China A50's current upside movement appears "overstretched". *Risk of a 10/15% correction below 12065.* Key support to watch will be at 9200.
- U.S. dollar remains strong but inverse relationship with Gold has broken down. (Reason: oil & risk of global deflation).
- Gold still has room for a potential "tactical rally" towards 1430/1525.
- Key support to watch on Crude Oil (WTI) will be at 37.00/33.20.

# S&P 500



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Relative Strength Index - \$SPX, M

Dyn 1993 1994 1995 1996 1997/01/08/1997/38 1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009 2010 2011 2012 2013 2014 2015



# VIX & S&P 500



# S&P 500

CI US SP 500 CFD Weekly

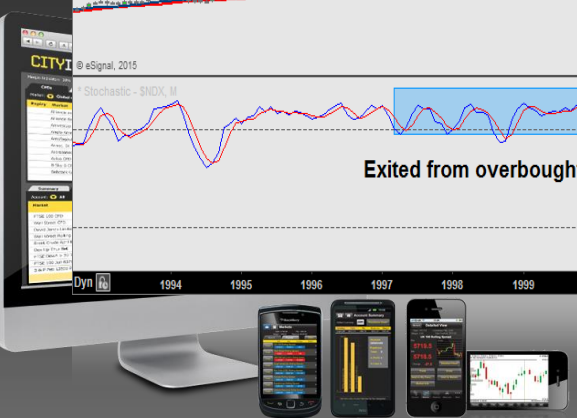
Weekly



US SP 500 CFD 1WK Drawing Tools View Scale Chart Templates Print



# Nasdaq 100



# Nasdaq 100

CI US Tech 100 CFD Weekly

Weekly





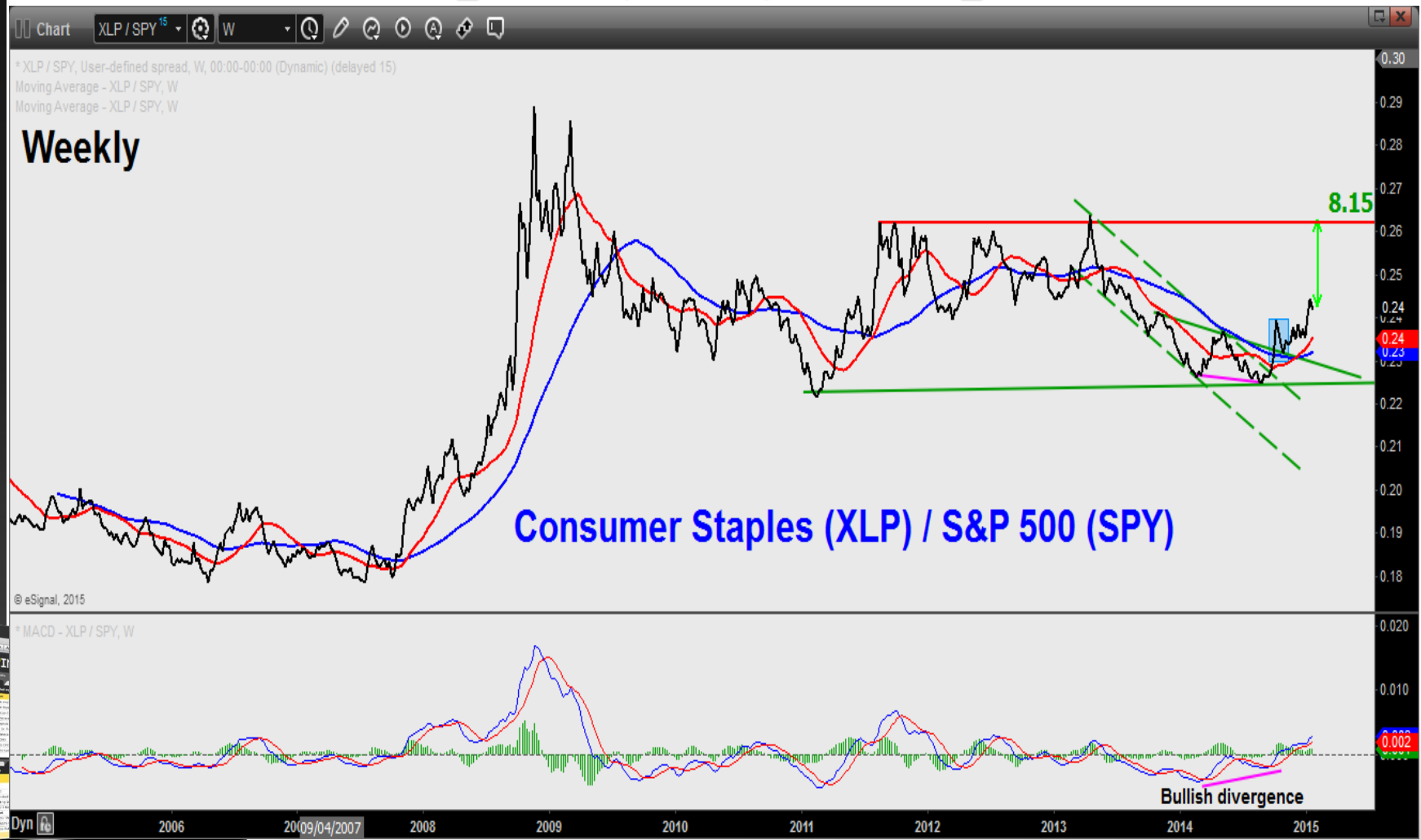
# Nasdaq 100 / S&P 500



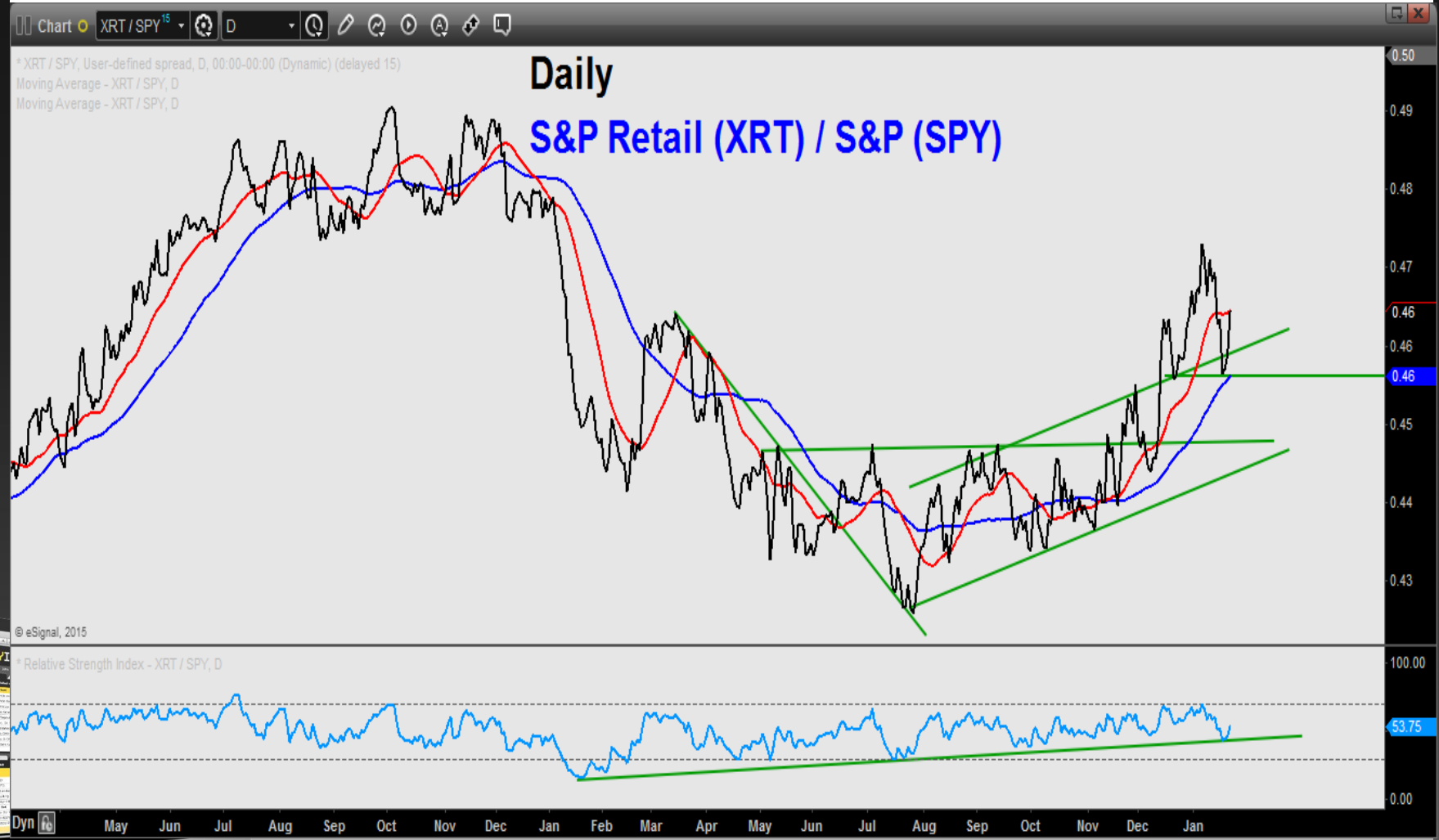
# Utilities (XLU) - Outperform



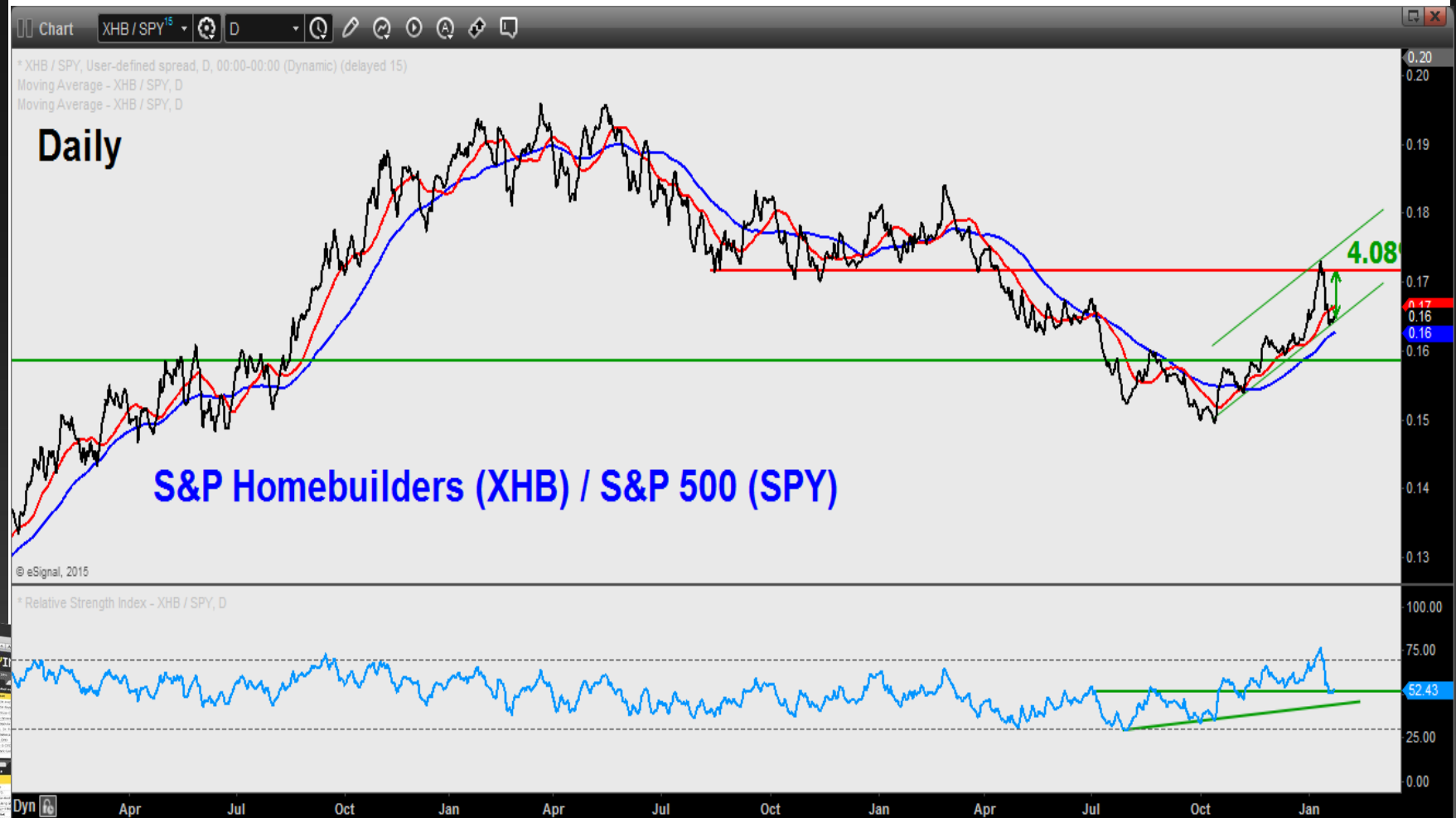
# Consumer Staples (XLP) - Outperform



# Retail (XRT) - Outperform



# Homebuilders (XHB) - Outperform



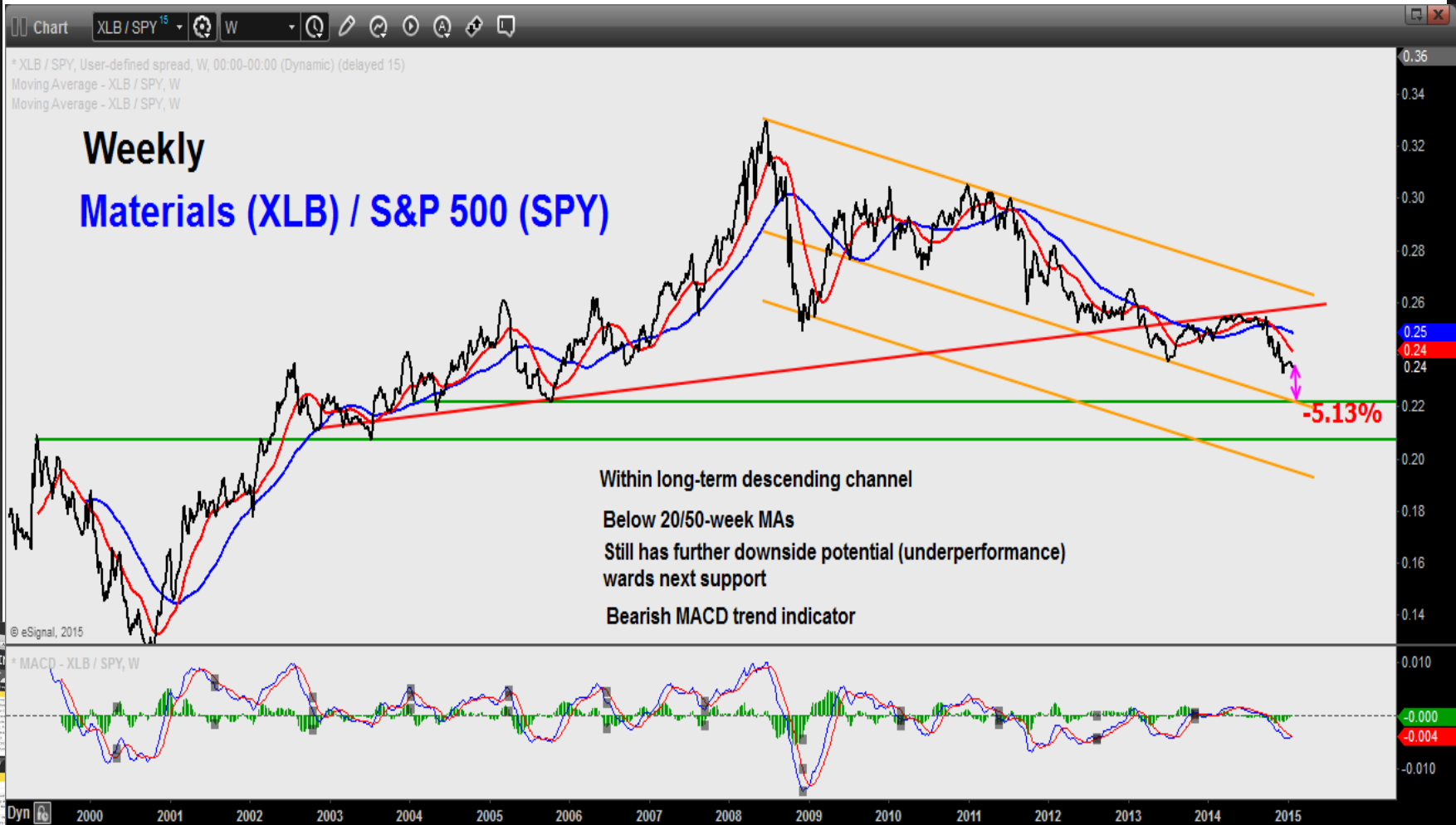
# Healthcare (XLP) - Outperform



# Technology (XLK) - Outperform

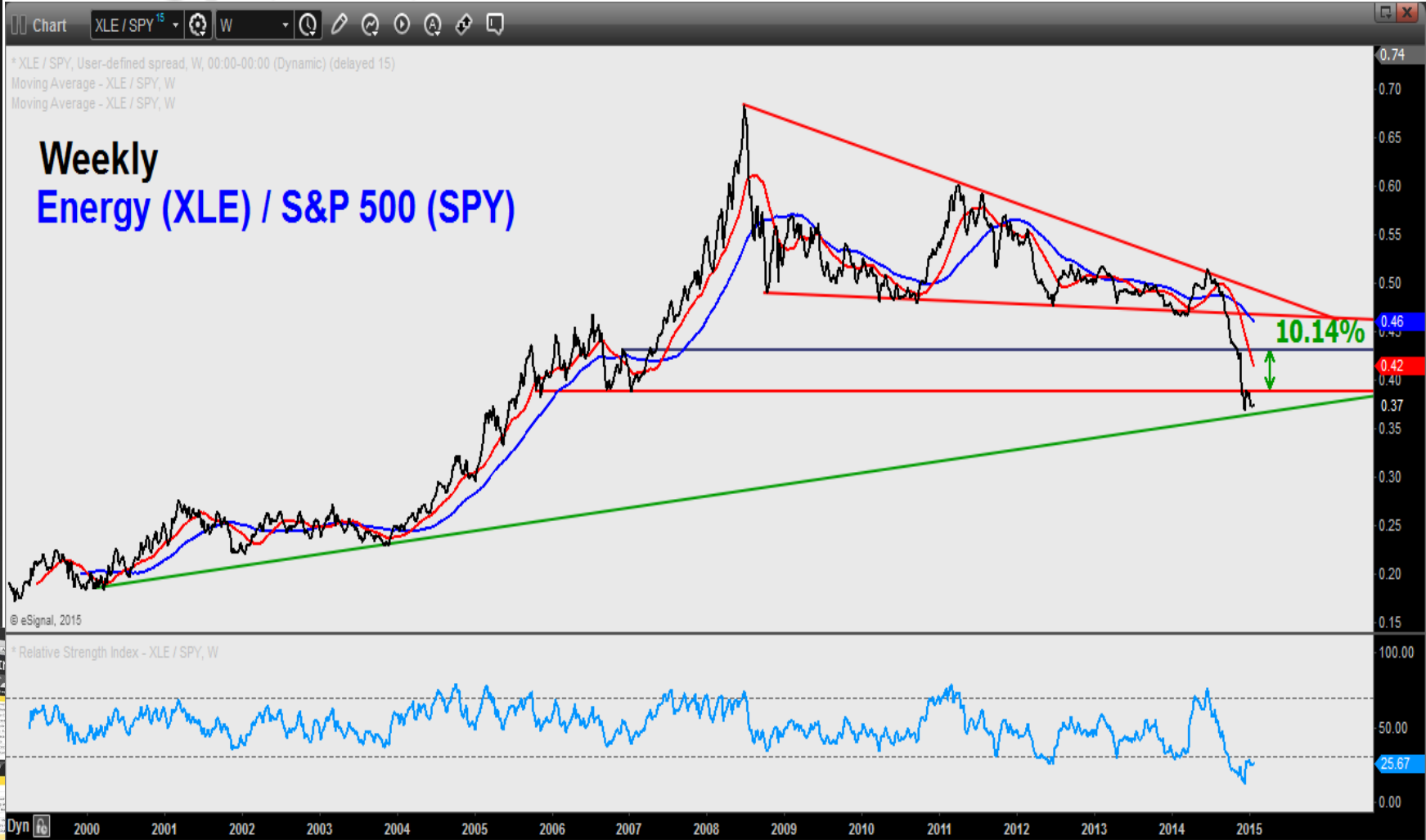


# Materials (XLB) – Underperform





# Energy (XLE) – The Wild Card!



# Euro Stoxx 50



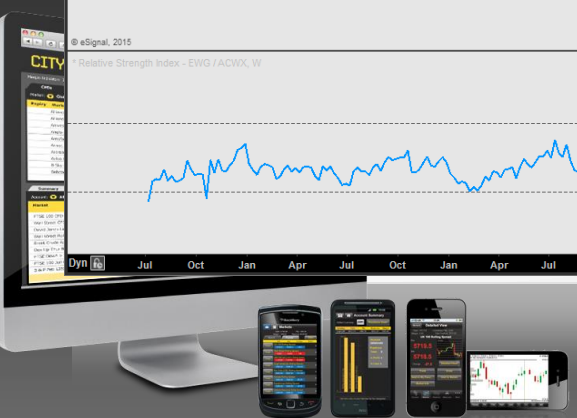
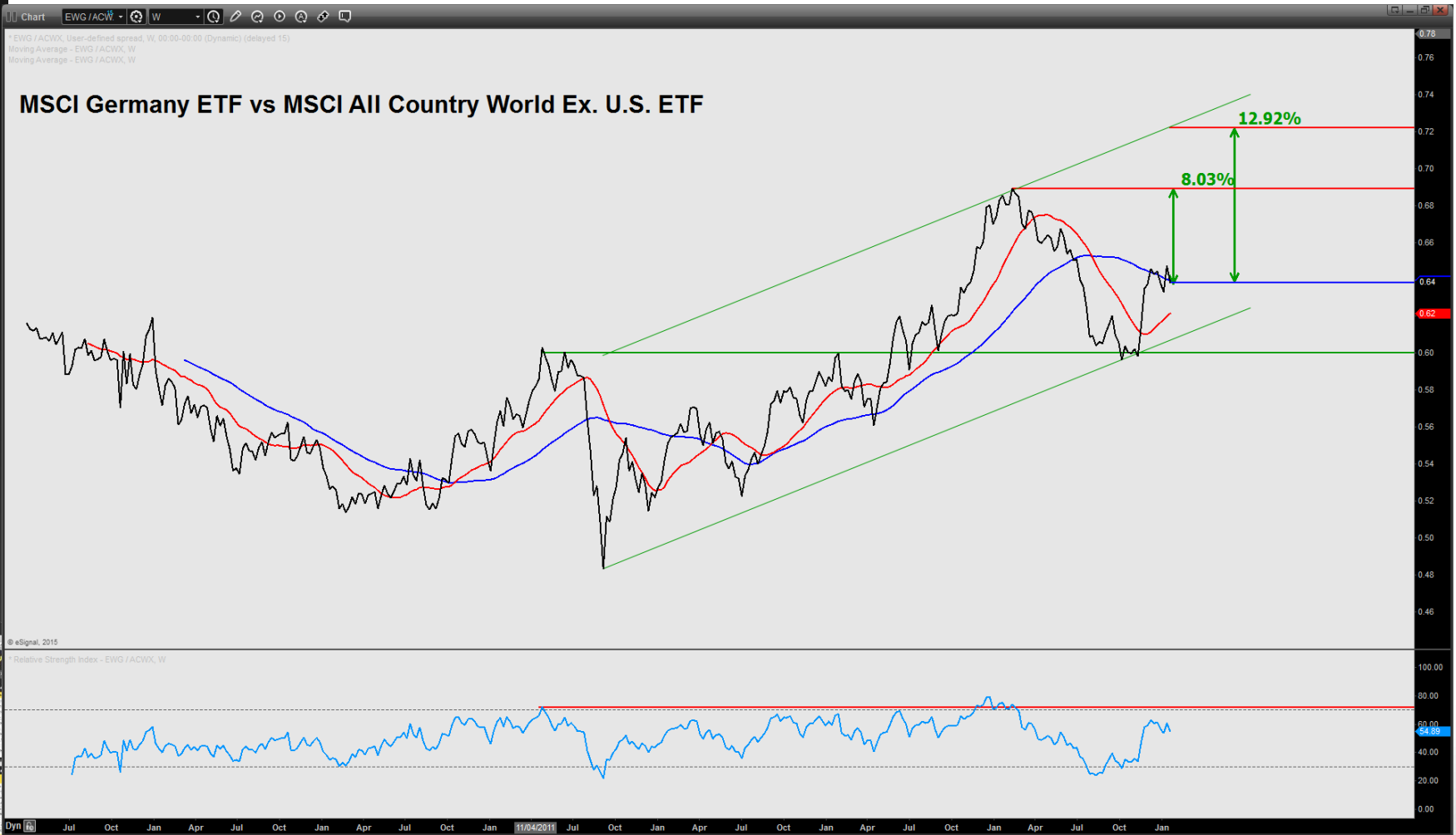
# MSCI Germany / Euro Stoxx 50



# MSCI Germany / S&P 500



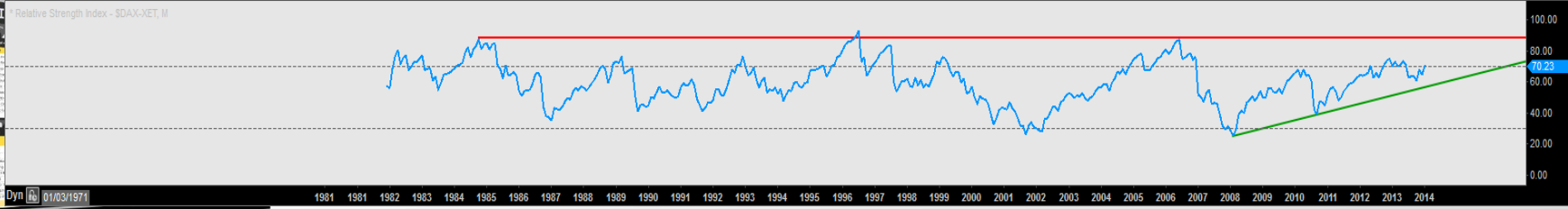
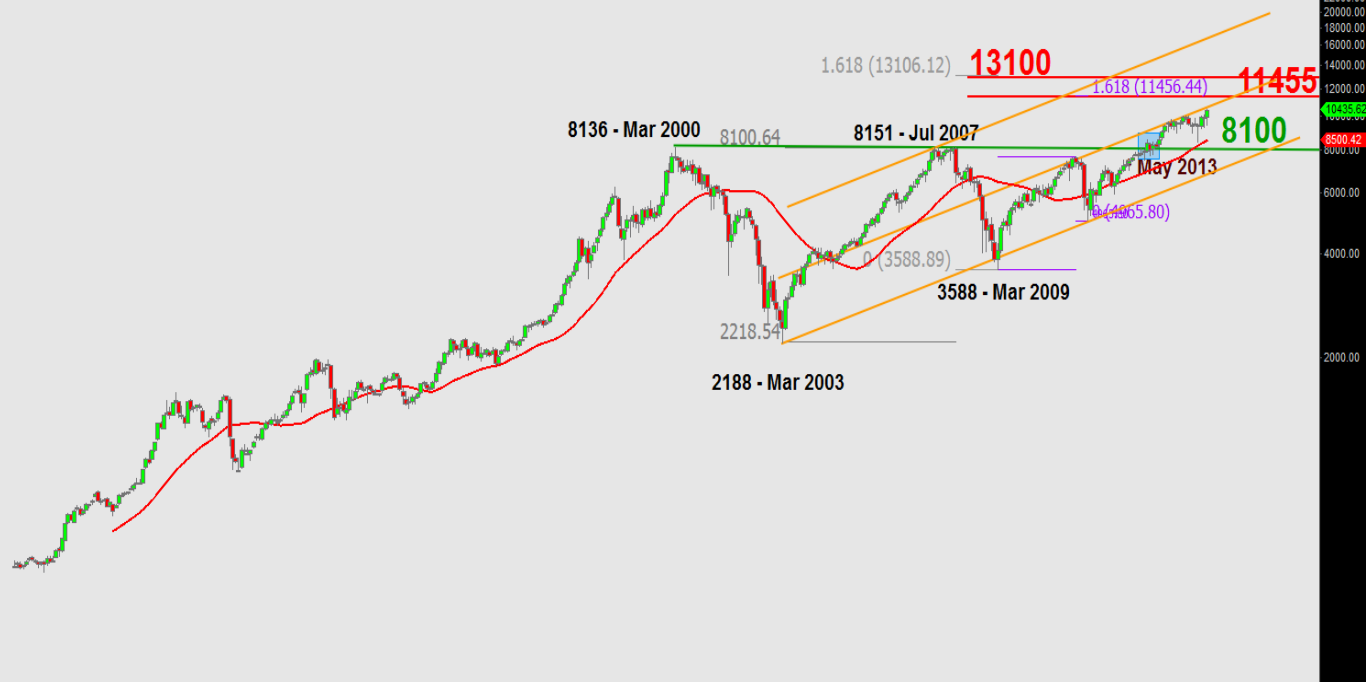
# MSCI Germany / MSCI All Country Ex. U.S.



# DAX (Germany)

Chart SDAX-XET M Moving Average - SDAX-XET, M

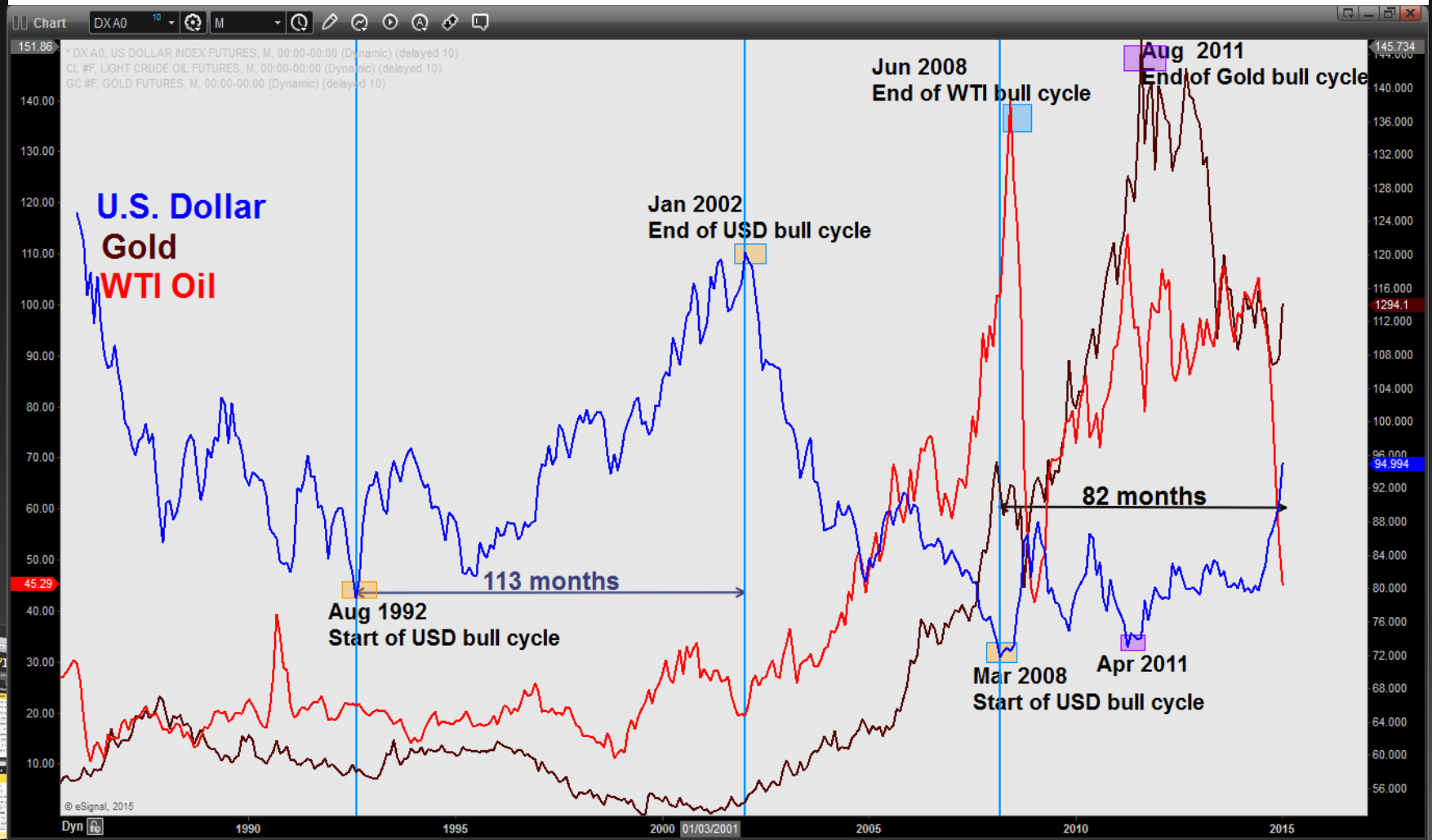
Monthly



# DAX (Germany)



# U.S. Dollar, Gold & Crude Oil

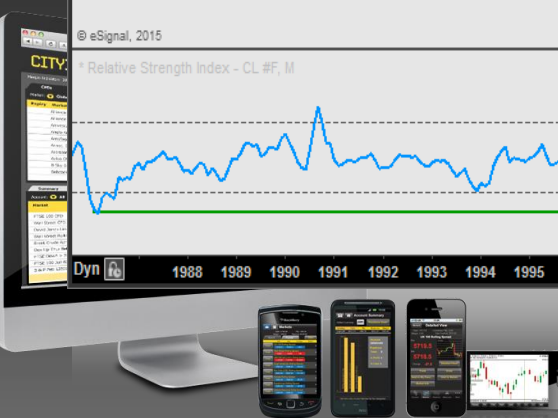




# U.S. Dollar (futures)



# Crude Oil (WTI)



# Crude Oil (WTI)



# Gold (Futures)



# Gold (Futures)

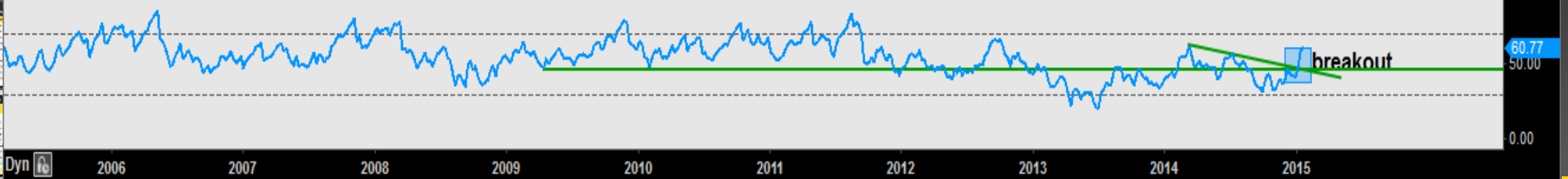
Chart GC #F 10 W Moving Average - GC #F, W

GC #F, GOLD FUTURES, W, 00:00-00:00 (Dynamic) (delayed 10)  
 Moving Average - GC #F, W

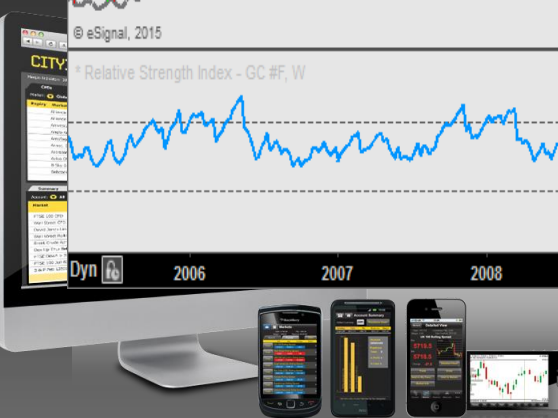
Weekly



Relative Strength Index - GC #F, W



2006 2007 2008 2009 2010 2011 2012 2013 2014 2015



# Thank You

