

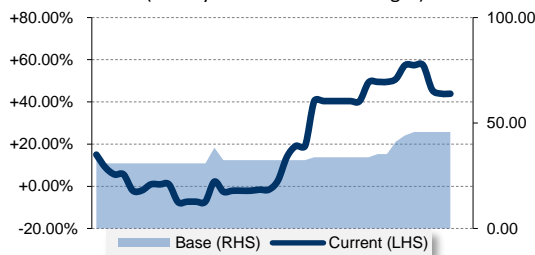
## Canada Currency Report

**CANADA ECONOMY**

In a glance.

13-Apr-2014 (Sunday)

Last Updated: 03:30PM (GMT +0800)

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

<b>INFLATION INDICATORS :</b>	<b>8.0</b>	<b>/ 23.4</b>
<b>GROWTH INDICATORS :</b>	<b>18.6</b>	<b>/ 44.7</b>
<b>EMPLOYMENT INDICATORS :</b>	<b>6.4</b>	<b>/ 12.8</b>
<b>HOUSING INDICATORS :</b>	<b>6.4</b>	<b>/ 12.8</b>
<b>BUSINESS SURVEY :</b>	<b>6.4</b>	<b>/ 6.4</b>
<b>CONSUMER SURVEY :</b>	<b>6.4</b>	<b>/ 12.8</b>

(automated comments)

<b>3 Months Outlook (Base)</b>	Mild Weak	<b>45.74</b>	<b>/ 100</b>
<b>Current Momentum</b>	<b>BULLISH</b>	<b>43.88%</b>	

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

Refer to risk sentiments for more information.

- 11/04/2014 (Bloomberg): "Investors have been buying AUD & CAD like there's no tomorrow," Citigroup, said. "Those are currencies that are going to turnaround. They might not turn around in the next day or two, but the global environment isn't going to support their making much more gains."
- 10/04/2014 (Bloomberg): Fed's last policy meeting suggested the Bank of Canada may keep pace with its U.S. counterpart in raising interest rates.
- 09/04/2014 ~

	Base Fundamental (Data of last 3 months)		Current Fundamental (Current data set)	
1. NZD	83.82	-0.80 *	CAD	<b>+43.88%</b> <b>-0.02% *</b>
2. JPY	78.26	+0.00 *	NZD	+42.04% +1.94% *
3. GBP	69.94	-0.00 *	AUD	+29.22% +0.02% *
4. USD	58.99	+0.00 *	USD	+29.01% +7.71% *
5. AUD	56.25	+0.00 *	JPY	+26.06% -0.04% *
6. EUR	50.90	+0.00 *	GBP	+23.18% -0.72% *
7. CAD	<b>45.74</b>	<b>+0.00 *</b>	EUR	+21.73% +0.63% *

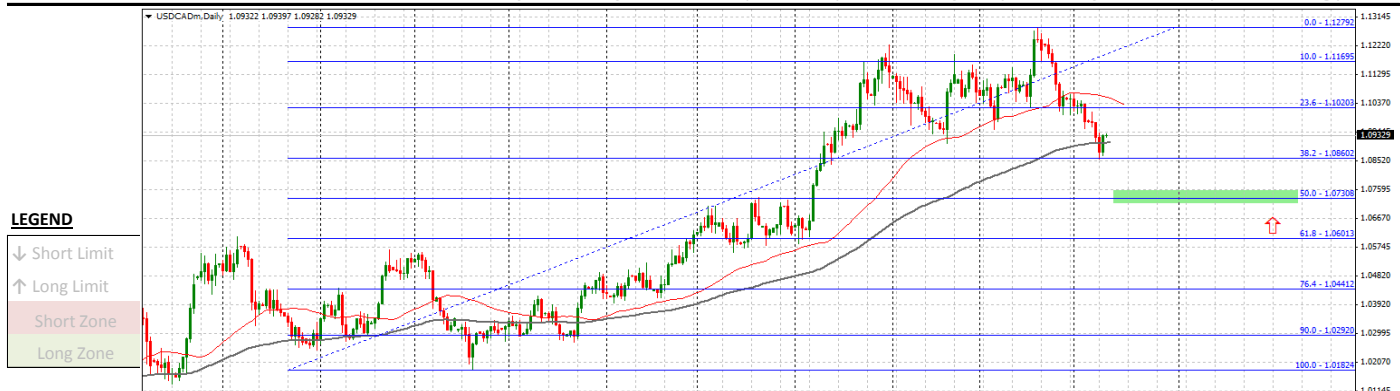
\* Day/day change - % range from +/- 10% (dependent on data availability)

**HA Research Comments:**

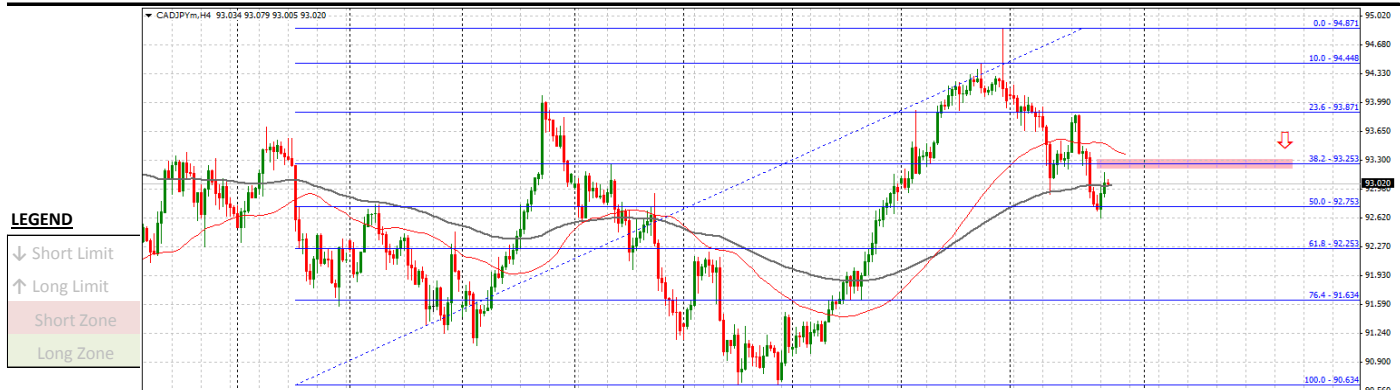
- MARKET:** Bears might return on correction; Bulls have strong Jobs data Mar14, recent fundamental surge.
- TECHNICAL:** USDCAD Overbought; CADJPY Neutral
- CONCLUSION:** Find Higher Short Level pen Rate decision. Recent Current Index surged, but remained weakest for Base Index.
- Bearish Factors: (1) Base Index weakest, (2) US dependence of oil reducing due to shale gas boom?
- Bullish Factors: (1) Current Index strongest. (2) Jobs creation March strong.

**USDCAD**

NOTE: Chart frame varies from H4 - W1, dependent on price action conformity relative to fundamental reports on trading period.

**CADJPY**

NOTE: Conformity of price action against fundamental often changes quickly on volatility of market. Chart validity expires daily.

**DISCLAIMER:**

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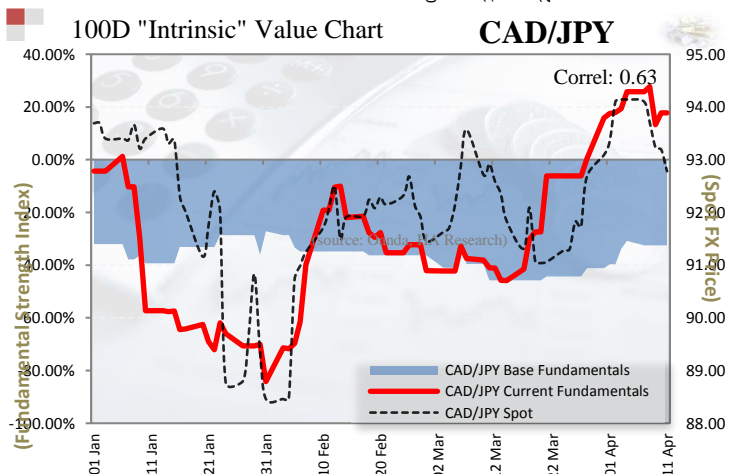
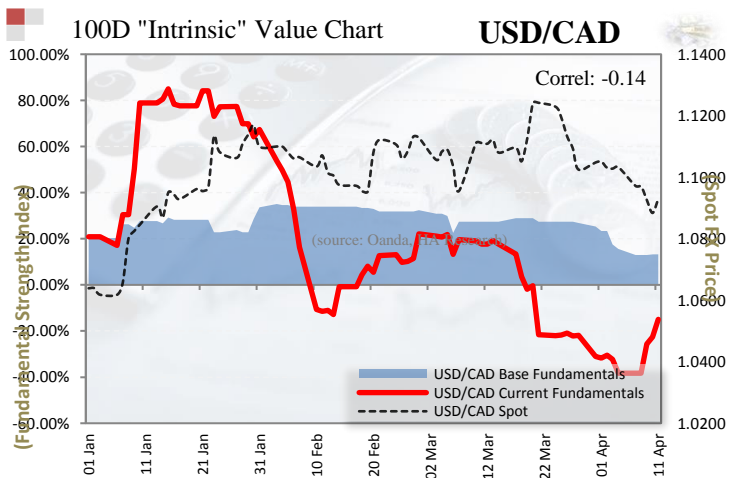
**Canada Currency Report****Table 1: Fundamental Calendar.**

UPCOMING FUNDAMENTAL EVENTS						
DATE	TIME	DETAILS	FORECAST	PREV.	IMPACT	
15-Apr (Tue)	8:30pm	Manufacturing Sales m/m	1.10%	1.50%	!!!	
16-Apr (Wed)	8:30pm	Foreign Securities Purchases	4.57B	1.09B	!!	
16-Apr (Wed)	10:00pm	Overnight Rate	1.00%	1.00%	!!!	
17-Apr (Thu)	8:30pm	Core CPI m/m	0.30%	0.70%	!!!	
17-Apr (Thu)	8:30pm	CPI m/m	0.40%	0.80%	!!	
PAST (20) ECONOMIC EVENTS:						
DATE	TIME	DETAILS	ACTUAL	FORECAST	PREV.	SCORE
10-Apr (Thu)	8:30pm	NHPI m/m	0.20%	0.20%	0.30%	➡ +1.86%
08-Apr (Tue)	8:15pm	Housing Starts	157.00	193.00	191.00	➡ -0.53%
08-Apr (Tue)	8:30pm	Building Permits m/m	-11.60%	-2.40%	8.10%	⬇ -3.99%
04-Apr (Fri)	8:30pm	Employment Change	42.90	21.50	-7.00	⬆ +6.38%
04-Apr (Fri)	8:30pm	Unemployment Rate	6.90%	7.00%	7.00%	⬆ +6.38%
04-Apr (Fri)	10:00pm	Ivey PMI	55.20	58.30	57.20	➡ +2.39%
03-Apr (Thu)	8:30pm	Trade Balance	30.00%	20.00%	-30.00%	➡ +2.39%
01-Apr (Tue)	8:30pm	RMPI m/m	5.70%	2.30%	2.80%	⬆ +4.26%
01-Apr (Tue)	8:30pm	IPPI m/m	1.00%	0.70%	1.40%	➡ +1.46%
31-Mar (Mon)	8:30pm	GDP m/m	0.50%	0.40%	-0.50%	⬆ +6.38%
21-Mar (Fri)	8:30pm	Core CPI m/m	0.70%	0.50%	0.20%	➡ +2.39%
21-Mar (Fri)	8:30pm	Core Retail Sales m/m	1.00%	0.90%	-1.50%	⬆ +6.38%
21-Mar (Fri)	8:30pm	CPI m/m	0.80%	0.60%	0.30%	➡ +1.60%
21-Mar (Fri)	8:30pm	Retail Sales m/m	1.30%	0.80%	-1.90%	⬆ +4.26%
19-Mar (Wed)	8:30pm	Wholesale Sales m/m	0.80%	1.20%	-1.30%	⬆ +2.93%

**Table 2: Fundamental Score List.**

BASE FUNDAMENTAL DATA RESULTS				
Type	CAD Fundamental Data	Strength	Total	
Business Survey	Ivey PMI	Strong	6.383	6.4 / 6.4
	Employment Change	Weak	0	(Neutral)
	Unemployment Rate	Strong	6.383	6.4 / 12.8
Growth	GDP m/m	Strong	6.383	
	Trade Balance	Recovery	1.596	
	Retail Sales m/m	Strong	4.255	
	Corporate Profits q/q	Neutral	1.064	
	Core Retail Sales m/m	Recovery	1.596	
	Manufacturing Sales m/m	Recovery	1.596	
	Wholesale Sales m/m	Recovery	1.064	
	Current Account	Recovery	1.064	(Weak)
	Foreign Securities Purchases	Weak	0	18.6 / 44.7
Housing	NHPI m/m	Weak	0	
	Housing Starts	Weak	0	(Neutral)
	Building Permits m/m	Strong	6.383	6.4 / 12.8
Inflation	Core CPI m/m	Recovery	1.596	
	CPI m/m	Recovery	1.064	
	IPPI m/m	Strong	2.128	
	Capacity Utilization Rate	Strong	2.128	
	RMPI m/m	Recovery	1.064	(Weak)
	Labor Productivity q/q	Weak	0	8.0 / 23.4
			45.74	100.00

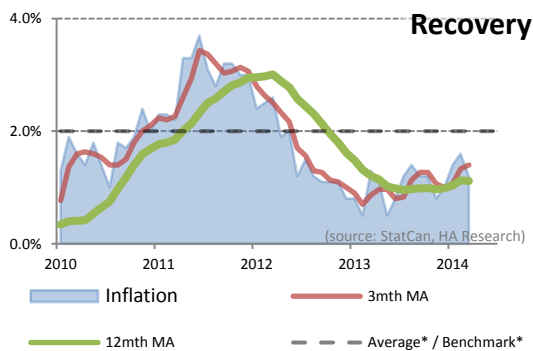
The HA Research 100 days "Intrinsic" Value Charts depicts the calculated index differential between 2 currencies. Base on the movements of the differentials, they are plotted against actual market spot movement to "track" the "intrinsic" value of the currency pair.



## Canada Currency Report

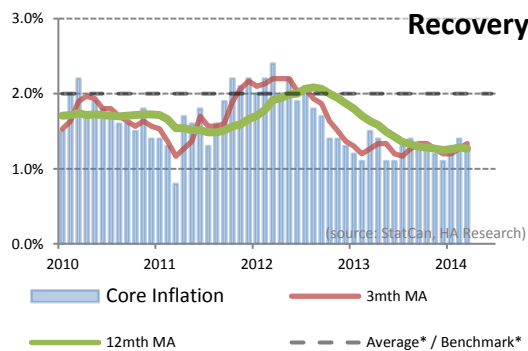
## INFLATION INDICATORS

(Fig2.1)



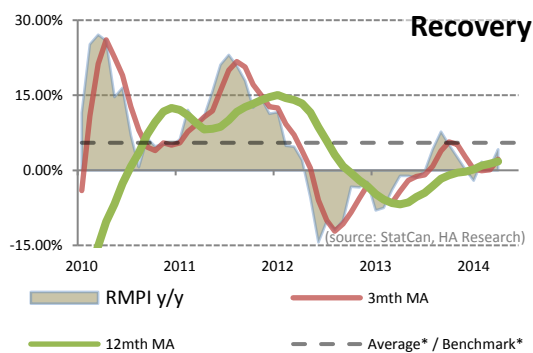
April:	<b>Pending</b>	<b>Previous</b>	1.20%
<b>Consumer Price Index</b>	Change in the price of goods and services purchased by consumers.		

(Fig2.2)



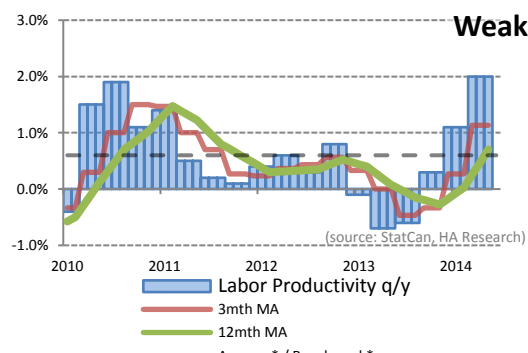
April:	<b>Pending</b>	<b>Previous</b>	1.30%
<b>Core CPI y/y</b>	Change in the price of goods and services purchased by consumers, excluding the 8 most volatile items;		

(Fig2.3)



April:	<b>4.20%</b>	<b>Previous</b>	0.70%
<b>Raw Material Price Index</b>	Change in the price of raw materials purchased by manufacturers;		

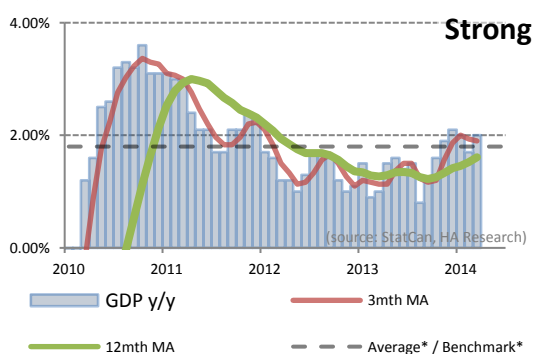
(Fig2.4)



April:	<b>2.00%</b>	<b>Previous</b>	2.00%
<b>Labor Productivity</b>	Change in labor efficiency when producing goods and services; drop in a productivity equivalent to a rise in wage.		

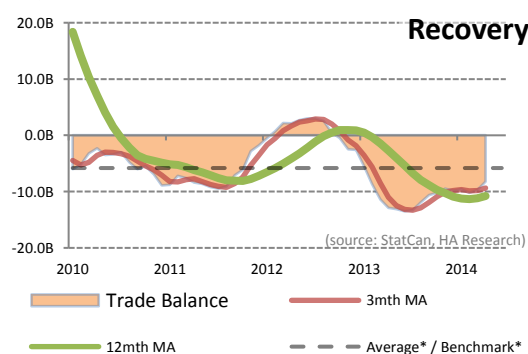
## GROWTH INDICATORS

(Fig2.5)



April:	<b>Pending</b>	<b>Previous</b>	2.00%
<b>Gross Dom. Product</b>	Change in the inflation-adjusted value of all goods and services produced by the economy;		

(Fig2.6)



April:	<b>-8.2B</b>	<b>Previous</b>	-9.7B
<b>Trade Balance</b>	Difference in value between imported and exported goods and services during the reported month;		

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.

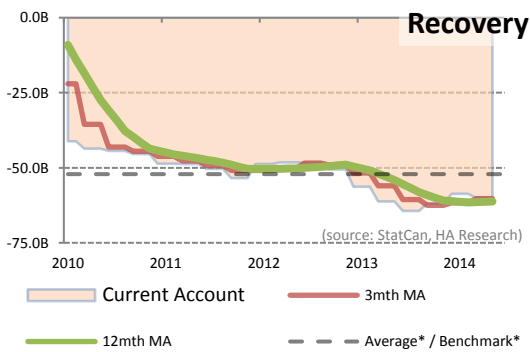
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## GROWTH INDICATORS



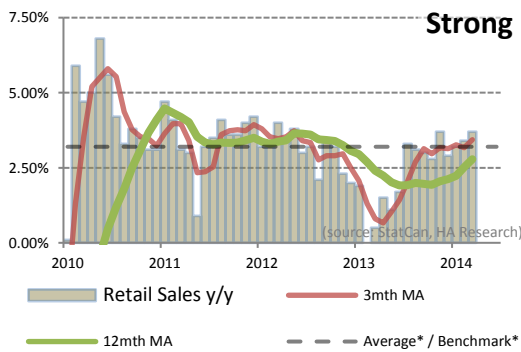
## Canada Currency Report GROWTH INDICATORS (continued)

(Fig3.1)



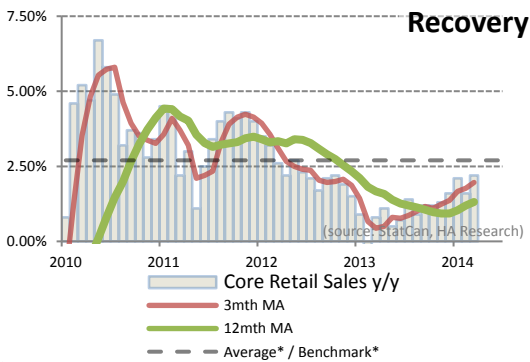
April:	<b>-60.1B</b>	Previous	-60.1B
<b>Current Account</b>	Difference in \$ btw trade balance, services, investment income, and current transfers during prev quarter;		

(Fig3.2)



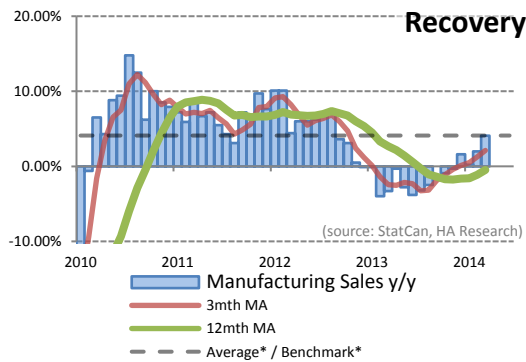
April:	<b>Pending</b>	Previous	3.70%
<b>Retail Sales</b>	Change in the total value of sales at the retail level;		

(Fig3.3)



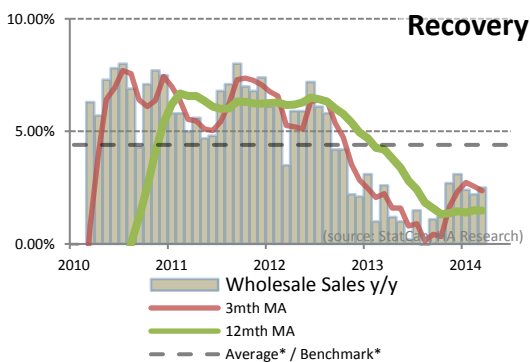
April:	<b>Pending</b>	Previous	2.20%
<b>Core Retail Sales</b>	Change in the total value of sales at the retail level, excluding automobiles;		

(Fig3.4)



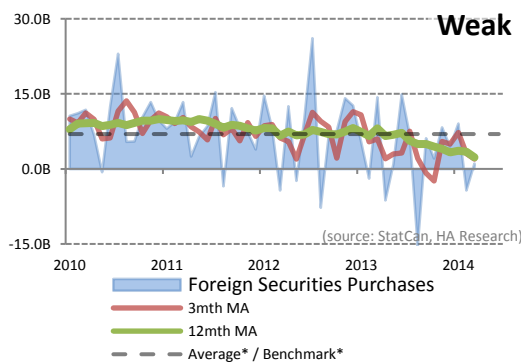
April:	<b>Pending</b>	Previous	4.10%
<b>Manufacturing Sales</b>	Change in the total value of sales made by manufacturers;		

(Fig3.5)



April:	<b>Pending</b>	Previous	2.50%
<b>Wholesale Sales</b>	Change in the total value of sales at the wholesale level; retailer orders more if sales expected to increase.		

(Fig3.6)



April:	<b>Pending</b>	Previous	1.1B
<b>FS Purchase</b>	Total value of domestic stocks, bonds, and money-market assets purchased by foreigners during the reported month;		

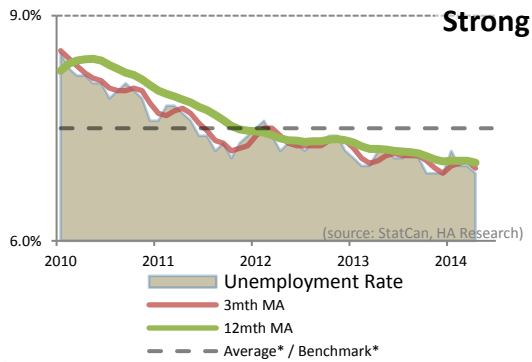
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## EMPLOYMENT INDICATORS

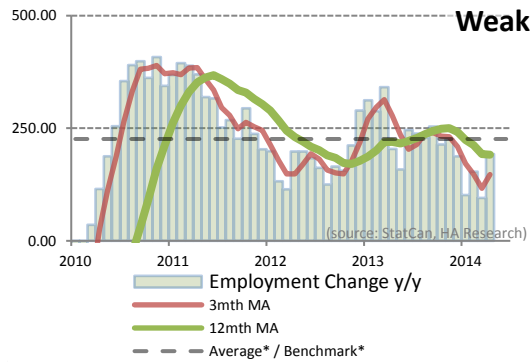
## Canada Currency Report

(Fig4.1)



**Jobless Rate** % of the total work force that is unemployed and actively seeking employment during the previous month;

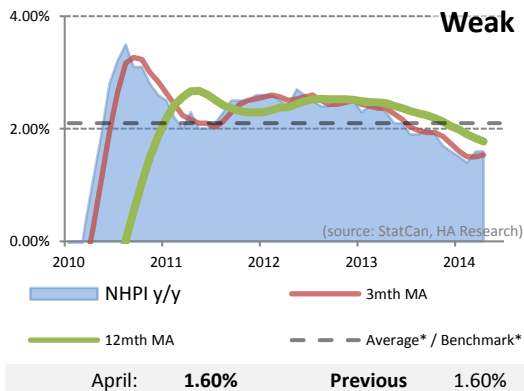
(Fig4.2)



**Employment Change** Change in the number of employed people during the previous month;

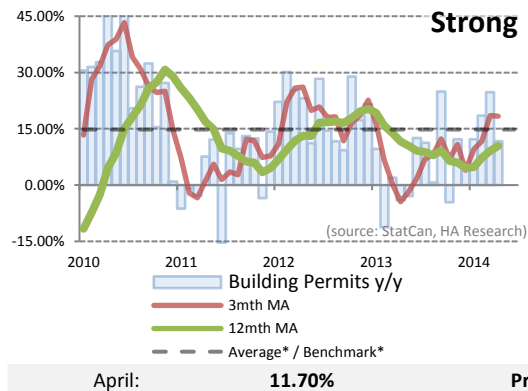
## HOUSING INDICATORS

(Fig4.3) Canadian New House price further weakened in 2013.



**New House Price Index** Change in the selling price of new homes;

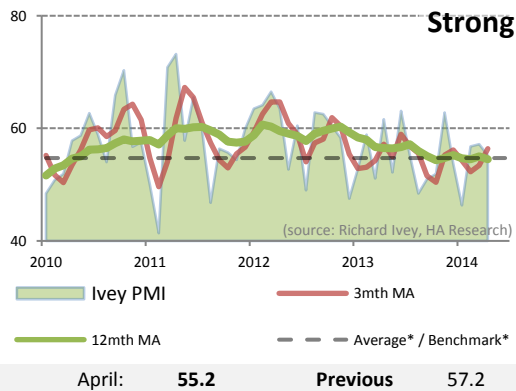
(Fig4.4) Building Permits for new building annulized, still weak.



**Building Permits** Change in the total value of new building permits issued;

## BUSINESS SURVEY

(Fig4.5)



**Ivey PMI** Survey of 175 purchasing managers to rate business conditions, job, production, orders, prices, inventories;

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