

Equities

Asset	Last Close	1D% Change	52-week high	52-week low
STI Index	2859.68	0.027%	3281.03	2233.48
S&P500 Index	3726.86	0.708%	3756.07	2237.40
Nasdaq 100	12802.38	0.848%	12888.28	6994.29
Russell 2000	1979.108	1.706%	2007.104	991.16
STOXX 50	3547.85	-0.464%	3865.18	2385.82
Nikkei	27158.63	-0.366%	27568.15	16552.83
SHCOMP	3528.68	0.734%	3528.68	2660.17
Hang Seng	27649.86	0.644%	29056.42	21696.13

Bond

Asset	Last Close	1D Bps	52-week high	52-week low
US 30Y Yield	1.7081	5.25	2.3625	0.9953
US 10Y Yield	0.9549	4.17	1.8738	0.5069
US 2Y Yield	0.1211	0.79	1.5843	0.1054
US 3M Yield	0.0761	1.27	1.5717	-0.1372
DE 10Y Yield	-0.577	2.70	-0.1590	-0.8560
JGB 10Y Yield	0.011	-1.00	0.0830	-0.1630

FX

Asset	Last Close	1D% Change	52-week high	52-week low
USD	89.436	-0.482%	102.8170	89.4360
EUR	1.2298	0.408%	1.2298	1.0688
GBP	1.3627	0.413%	1.3672	1.1485
JPY	102.72	-0.398%	112.1000	102.3600
AUD	0.7759	1.226%	0.7759	0.5743
CNH	6.437	-0.280%	7.1763	6.4370
HKD	7.7533	-0.004%	7.7936	7.7500
SGD	1.3176	-0.227%	1.4610	1.3176

Commodities

Asset	Last Close	1D% Change	52-week high	52-week low
Gold	1950.01	0.366%	2063.54	1471.24
Silver	27.5525	1.166%	29.13	11.98
Brent Crude	53.6	4.913%	68.27	19.33
Copper	8002	1.800%	8002.00	4630.00
Nickel	17682	1.597%	17682.00	10880.00
Bitcoin	33792.24	8.876%	33792.24	4904.48

Equities

In Asia, the Nikkei fell another -0.37% to continue its streak of down days. However, stocks fared better elsewhere with the Kospi up +1.57%, building on its strong start for the year. In China, the SHCOMP also gained +0.73% as it inched closer to the Jan 2018 levels. The HSI was also up 0.64%. In Europe, the major indices trended towards the negative with the exception of the UK's FTSE 100 at +0.42%. France's CAC was the laggard at -0.90%, while both the DAX and the FTSEMIB recorded losses of -0.88% and -0.71%. In the US, the Russell 2000 advanced +1.71% to lead the Nasdaq (+0.85%), and the S&P 500 (+0.71%). Volatilities across the board came in after the outsized day on Tuesday. The dark pool index for fund buying is still reflecting positive sentiment for the S&P 500. Amongst the S&P sectors, energy continued its positive streak at +4.48%, while real estate lost the most ground for the 2nd day in a row at -0.11%.

Bonds

U.S. Treasury yields rose as the market awaited the results of the Georgia elections that will decide which party will have control over the U.S. Senate. Longer-term yields rose 4.17-5.25bps and shorter-term yields rose 0.79-1.27bps. This had the effect of steepening the US 2Y-10Y curve to 83.38bps. Also, the US 5Y-30Y curve hit its steepest since November 2016 at 134.73bps. In the European debt market, 10Y yields rebounded from the previous day fall as yields rose in the range of 1.20-3.00bps with the French 10Y outperforming. Tuesday also saw strong demand for new euro zone bond issuance.

FX

The dollar fell as China's central bank decision to lift its official yuan midpoint to 6.476 its highest margin since 2005 lifted risk currencies. The dollar index fell -0.48% to 89.436, bringing it close to a 3-year low. The euro strengthened 0.41% to 1.2298 again testing the 1.23 handle. The pound rose 0.41% printing at 1.3627 with the UK PM ordering another nationwide lockdown. The dollar fell -0.40% against the yen while the aussie surged 1.23% printing at 0.7759. The other commodity currencies also outperformed with the kiwi and candy up 1.06% and 0.85% respectively. The offshore Chinese yuan rose 0.28% against the dollar printing at 6.437 and hit a June 2018 high of 6.4119.

Commodities

Another strong day for base metals as copper led headlines after the 3M contract closed above the 8,000 handle (+1.80%) to hit the highest close since 19th Feb 2013. Prices were boosted by the halting of mining operations at Peru Mining Group's Las Bambas mine due to protesters blocking access. Elsewhere, Brent gained +4.91% after Saudi Arabia agreed to a voluntary cut amounting to 1mmbpd in Feb-Mar. If Brent clears the 53.8 level, the 56 level, which was the support in Aug and Oct 2019, may be targeted. Precious metals took a slight backseat on Tuesday, with gold gaining only +0.37% while silver was up +1.17%. Volatilities for gold and silver has picked up in the last few days, which may bode positively for both metals in the short-term.

Economic Calendar

Date Time	Region	Event	Period	Survey	Actual	Prior	Revised
01/05/2021 13:00	JN	Vehicle Sales YoY	Dec	--	7.40%	6.00%	--
01/05/2021 23:00	US	ISM Manufacturing	Dec	56.8	60.7	57.5	--
01/05/2021 23:00	US	ISM New Orders	Dec	--	67.9	65.1	--
01/05/2021 23:00	US	ISM Prices Paid	Dec	66	77.6	65.4	--
01/05/2021 23:00	US	ISM Employment	Dec	--	51.5	48.4	--
01/06/2021 06:00	AU	Markit Australia PMI Services	Dec F	--	57	57.4	--
01/06/2021 06:00	AU	Markit Australia PMI Composite	Dec F	--	56.6	57	--
01/06/2021 08:30	JN	Jibun Bank Japan PMI Services	Dec F	--	47.7	47.2	--
01/06/2021 08:30	JN	Jibun Bank Japan PMI Composite	Dec F	--	48.5	48	--
01/06/2021 17:00	EC	Markit Eurozone Services PMI	Dec F	47.3	--	47.3	--
01/06/2021 17:00	EC	Markit Eurozone Composite PMI	Dec F	49.8	--	49.8	--
01/06/2021 17:30	UK	Markit/CIPS UK Services PMI	Dec F	49.9	--	49.9	--
01/06/2021 17:30	UK	Markit/CIPS UK Composite PMI	Dec F	50.7	--	50.7	--
01/06/2021 18:00	EC	PPI MoM	Nov	0.20%	--	0.40%	--
01/06/2021 18:00	EC	PPI YoY	Nov	-2.00%	--	-2.00%	--
01/06/2021 20:00	US	MBA Mortgage Applications	Jan-01	--	--	--	--
01/06/2021 21:15	US	ADP Employment Change	Dec	75k	--	307k	--
01/06/2021 21:30	CA	MU Leading Indicator MoM	Nov	--	--	2.70%	--
01/06/2021 22:45	US	Markit US Services PMI	Dec F	55.2	--	55.3	--
01/06/2021 22:45	US	Markit US Composite PMI	Dec F	--	--	55.7	--
01/06/2021 23:00	US	Factory Orders	Nov	0.70%	--	1.00%	--
01/06/2021 23:00	US	Durable Goods Orders	Nov F	0.90%	--	0.90%	--
01/06/2021 23:00	US	Durables Ex Transportation	Nov F	0.40%	--	0.40%	--
01/06/2021 23:00	US	Cap Goods Orders Nondef Ex Air	Nov F	--	--	0.40%	--
01/06/2021 23:00	US	Cap Goods Ship Nondef Ex Air	Nov F	--	--	0.40%	--
01/05/2021 01/06	US	Wards Total Vehicle Sales	Dec	15.80m	16.27m	15.55m	--

Source: Bloomberg, OCBC, Nomura, Reuters, Forexlive, Themarketeer

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