

Daily Focus

Market Overview

USA

Wall Street's optimism on the restarting of the economy far outweighed concerns on the U.S.-China trade tensions and U.S. demonstrations. The Dow Jones index jumped 2.05%, the S&P 500 index gained 1.36% and the Nasdaq index rose 0.78%.

China

The Chinese market continued another day of directionless trading. The Shanghai Composite Index rose 2 point to close at 2,923 points. Total turnover for both the Shanghai and Shenzhen markets was RMB 777.8 billion.

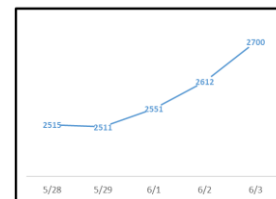
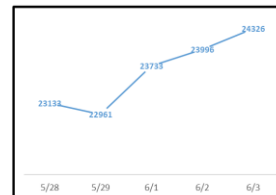
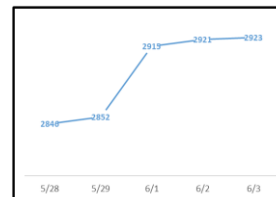
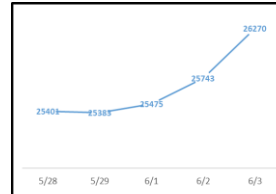
Hong Kong

The market continued to focus on the reopening of economies. The Hang Seng Index rose 329 points or 1.4% to 24,325 points yesterday. The market's total daily turnover was HK\$139.453 billion.

Singapore

The Singapore Straits Times Index rose 3.4% or 88.76 points yesterday to close at 2,700.39 points, with a trading volume of S\$2.51 billion.

Major Market Indexes



Market	Price	Change	Change%
USA			
DJIA	26269.89	↑ 527.24	2.05%
Nasdaq	9682.91	↑ 74.536	0.78%
S&P500	3122.87	↑ 42.05	1.36%
Europe			
FTSE100	6382.41	↑ 162.27	2.61%
CAC40	5022.38	↑ 163.41	3.36%
DAX	12487.36	↑ 466.08	3.88%
STOXX600	368.92	↑ 9.15	2.54%
Asia			
Nikkei 225	22613.76	↑ 288.15	1.29%
Shanghai	2923.37	↑ 1.97	0.07%
Hang Seng	24325.62	↑ 329.68	1.37%
STI	2700.39	↑ 88.76	3.40%
JCI	4941.01	↑ 93.50	1.93%
Forex			
EURUSD	1.12	↑ 0.0063	0.56%
GBPUSD	1.26	↑ 0.0024	0.19%
USDJPY	108.90	↑ 0.2200	0.20%
USDCNH	7.12	↑ 0.0102	0.14%
USDHKD	7.75	↓ -0.0006	-0.01%
USDSGD	1.40	↓ -0.0025	-0.18%
USDIDR	14095.00	↓ -320.00	-2.22%
Commodity			
Gold	1697.80	↓ -27.40	-1.59%
WTI Oil	37.29	↑ 0.48	1.30%



U.S. May's ADP employment data decreased by 2.76 million, significantly better than the market expectation of a 9 million decrease and the previous value of 20.236 million decrease. Manufacturing and trade/transportation/utilities had the largest decrease in employment, exceeding 700,000. As multiple states begin to resume operations, the market expects the number of unemployed to likely have peaked in April.



Due to COVID-19 and lockdown measures, the seasonally adjusted unemployment rate in the euro zone rose slightly by 0.2 percentage points to 7.3% month-on-month, but it was better than the market expectation of 8.2%. During the period, the seasonally adjusted number of unemployed persons rose by 211,000 or 1.8% month-on-month to a total of 11,191.9 million.



The IHS Markit Singapore PMI dropped to a fresh record low of 27.1 in May 2020 from 28.1 a month earlier, as businesses remained closed due to the coronavirus crisis, the fourth consecutive month of decline, and also hit a record low since August 2012.



The South Korean government plans to launch a third supplementary budget totalling 35.3 trillion won (about US\$29.6 billion), higher than the 28.4 trillion won budget passed during the 2009 financial crisis. 11.4 trillion won (about US\$9.12 billion) will be used to fill the tax gap, and the total fiscal expenditure to expand to 23.9 trillion won (about US\$19.12 billion), of which nearly 9 trillion won (about US\$7.2 billion) is used to help employment market. In addition, the budget may also include the issuance of vouchers to drive consumption and provide liquidity for enterprises.

DISCLAIMER: This document is provided to you for your information and discussion only. It is not a solicitation or an offer to buy and sell any security or other financial product. Any information including facts, opinions or quotations, may be condensed or summarized and is expressed as of the date of writing. The information may change without notice and PC Financial (SG) Pte Ltd is under no obligation to ensure that such updates are brought to your attention.