



# PHILLIP SECURITIES PTE LTD

## Unit Trust – Daily Market Update

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### Market Summary

#### Headlines:

- **North America: Stocks Finish Flat Ahead of Gov't Jobs Report.**
- **Europe: European Shares Stay Firm as Wall Street Rises.**
- **Asia: Asia Ends Up as Global Growth Concerns Ease.**

#### US Economic Data to be released this week:

**Friday:** Employment situation, factory orders, ISM non-mfg index; Earnings from Clorox

#### Major Indices performance

Index	Last	Net Chg ^	% Chg^
Dow Jones	12,705.40	-11.05	-0.09%
S&P500	1,325.54	1.45	0.11%
ESTX 50 € Pr	2,478.15	7.36	0.30%
FTSE 100 Index	5,796.07	5.35	0.09%
Nikkei 225	8,876.82	67.03	0.76%
HSI	20,739.40	406.08	2.00%
Shanghai SE Composite	2,312.56	44.48	1.96%
FSSTI	2,901.04	-3.72	-0.13%

Source: Bloomberg

^Chg and Net Chg from the previous working day

#### Top 5 Daily Performing Funds

Fund Name	%
Fidelity Emerging Europe Middle East & Africa Fd A USD	2.81
Fidelity Korea Fd A USD	2.74
Legg Mason Royce US Small Cap Opportunity Fd A (Acc) USD	2.54
Fidelity Latin America Fd A USD	2.46
Fidelity European Growth Fd A SGD	2.4

Source: www.poems.com.sg/unittrust, as of 3<sup>rd</sup> Feb 2012

### Market update

#### North America:

The Dow Jones Industrial Average slipped 11.05 points, or 0.09 percent, to finish at 12,705.41. The S&P 500 climbed 1.45 points, or 0.11 percent, to end at 1,325.54. The Nasdaq rose 11.41 points, or 0.40 percent, to close at 2859.68. The CBOE Volatility Index, widely considered the best gauge of fear in the market, declined to close below 18 for the first time since mid-July. Among key S&P sectors, banks and energy ended higher, while materials slipped.

Weekly claims for unemployment benefits fell 12,000 to a seasonally-adjusted 367,000, according to the Labor Department, signaling some optimism in the nation's weakened jobs market. The jobless claims report comes ahead of the closely watched government non-farm payroll report on Friday. Nonfarm payrolls are expected to post a gain of 150,000 in January, according to a Reuters survey, with the unemployment rate seen holding steady at 8.5 percent.

**Market update****North America Continues:**

Meanwhile, growth in U.S. nonfarm productivity declined in the fourth quarter, increasing at a slower-than-expected 0.7 percent annual rate, according to the Labor Department.

Ben Bernanke said rising federal budget deficits are posing a significant threat to the U.S. economy and are likely to cause a crisis if not brought under control. Bernanke's testimony comes after a week after the central bank decided to hold interest rates at a record low level

**Europe:**

European shares stays higher as Wall Street rises in early trade after U.S. new claims for unemployment benefits fall more-than-expected, boosting investor optimism that Friday's non-farm payroll report would also show signs of recovery in the job market. The FTSEurofirst 300 index ended 0.2 percent up at 1,059.45.

**Asia:**

Japan's Nikkei stock average gained for a third day, supported by economic data out of the United States and China, in a session that was marred by technical problems that prevented morning trade of some 240 shares and instruments. The benchmark Nikkei advanced 0.8 percent to 8,876.82, continuing to extend gains after rallying 4 percent in January. The broader Topix gained 0.6 percent to 762.45.

Seoul shares rose for a third straight day as a gush of offshore buying broke a stubborn resistance line, with global sentiment bullish following subsiding debt worries in Europe and upbeat manufacturing data from multiple major economies. The Korea Composite Stock Price Index (KOSPI) closed 1.3 percent higher at 1,984.30 points after touching a fresh six-month high of 1,993.88 earlier in the session.

Australian shares gained 1 percent, breaking a three-day losing streak as miners and banks rose as encouraging manufacturing data soothed fears about the global economic fallout from the euro zone debt crisis. Investors were also encouraged by stronger-than-expected Australian trade data, with the resource-rich country boasting its largest annual surplus on record at almost A\$20 billion for 2011. The benchmark S&P/ASX 200 index added 42 points to 4,267.8. New Zealand's benchmark NZX 50 index rose 0.4 percent to 3,314.6 points.

Hong Kong and China shares were stronger, lifted by strength in Chinese financials and other growth-sensitive sectors after fears of an economic slowdown were eased by global manufacturing data that beat expectations. Chinese banks were further bolstered by moves unveiled by Beijing late on Wednesday intended to alleviate funding strains for small and medium-sized enterprises and boost the money supply of the nation's top banks.

The China Enterprises Index of the top Chinese listings in Hong Kong was up 2.9 percent. The broader Hang Seng Index ended up 2 percent to 20,739.45 points, breaking above its 200-day moving average that served as resistance for the last four sessions, pointing to further strength in the near term. The Shanghai Composite closed up 2 percent to 2,312.6 points, standing above the key psychological level of 2,300 points.

Indian shares rose more than one percent after strong domestic manufacturing data as well as from China to Germany eased concerns about the euro zone debt crisis and bolstered risk appetite among investors. The 30-share BSE Index rose 1.1 percent to 17,495.36 points, with 24 of its components higher.

In Southeast Asia, Singapore's STI closed lower 0.3 percent, while Malaysia's KL Composite ended up 1 percent.

## Economic data to be announced

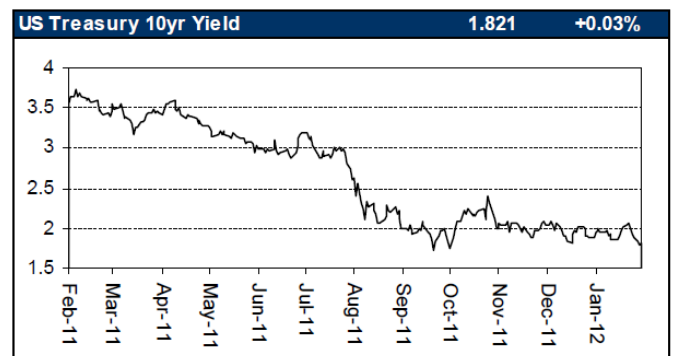
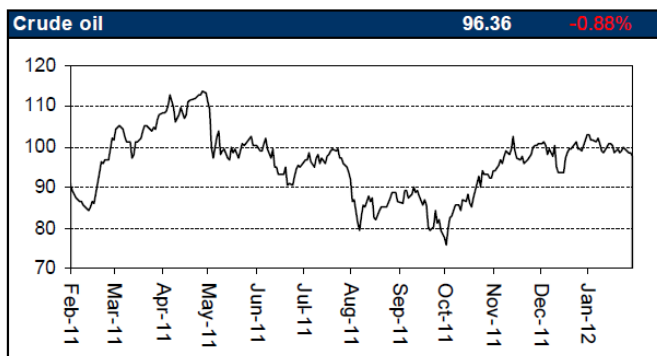
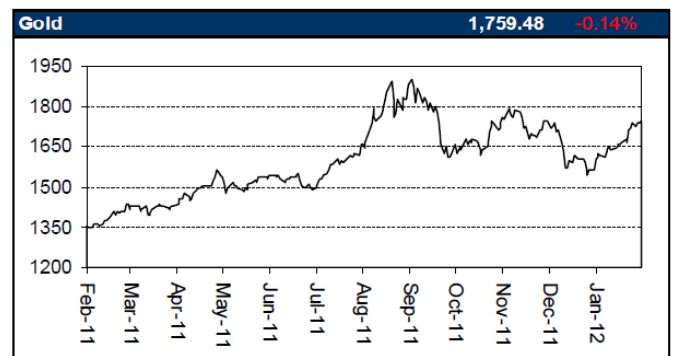
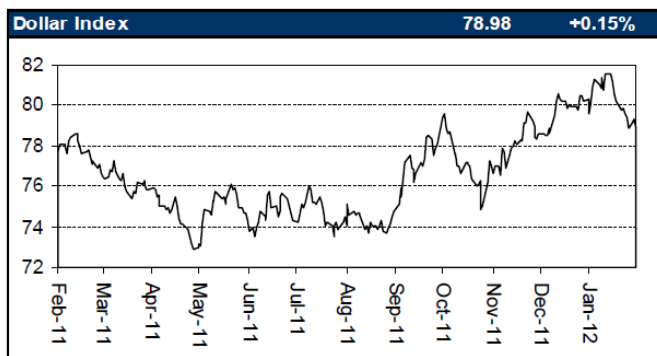
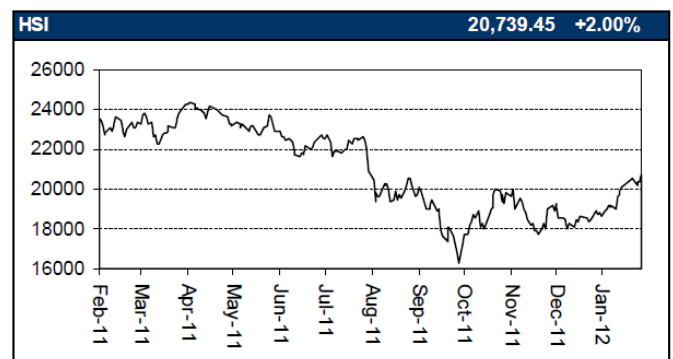
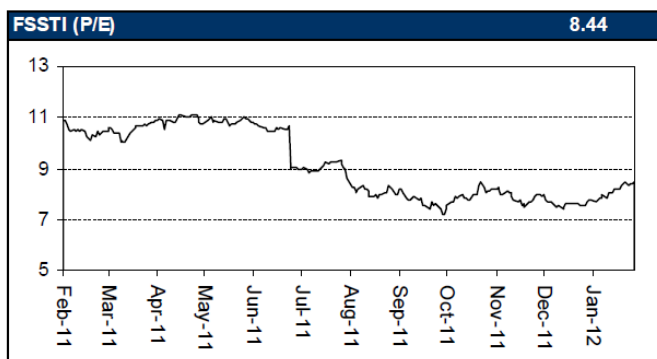
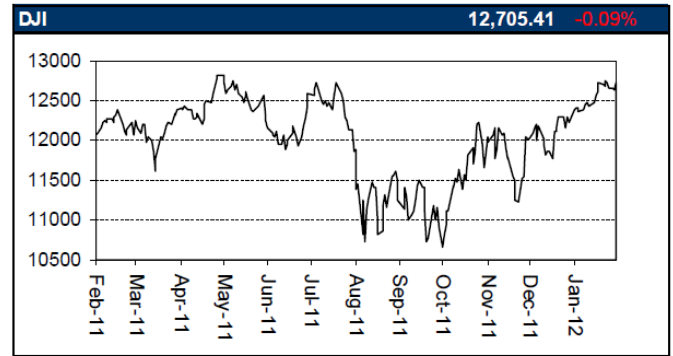
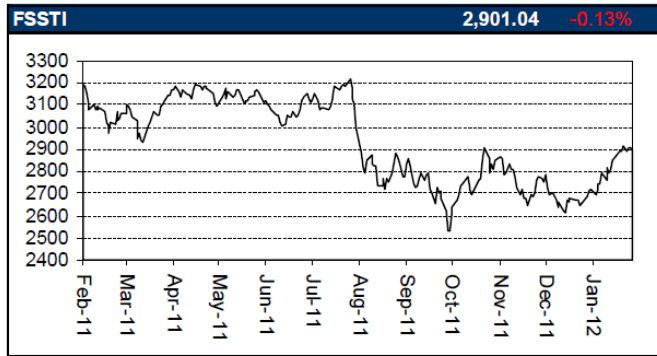
United States					
Date	Statistic	For	Survey	Actual	Prior
01/27/2012	Kansas City Fed Manf. Activity	JAN	2	7	-4
01/27/2012	GDP QoQ (Annualized)	4Q A	3.00%	2.80%	1.80%
01/27/2012	Personal Consumption	4Q A	2.40%	2.00%	1.70%
01/27/2012	GDP Price Index	4Q A	1.90%	0.40%	2.60%
01/27/2012	Core PCE QoQ	4Q A	0.90%	1.10%	2.10%
01/27/2012	U. of Michigan Confidence	JAN F	74	75	74
01/27/2012	Personal Income	DEC	0.40%	0.50%	0.10%
01/30/2012	Personal Spending	DEC	0.10%	0.10%	0.10%
01/30/2012	PCE Deflator (YoY)	DEC	2.30%	2.30%	2.50%
01/30/2012	PCE Core (MoM)	DEC	0.10%	0.10%	0.10%
01/30/2012	PCE Core (YoY)	DEC	1.70%	1.80%	1.70%
01/30/2012	Dallas Fed Manf. Activity	JAN	0.5	15.30	-3
01/31/2012	Employment Cost Index	4Q	0.40%	0.40%	0.30%
01/31/2012	S&P/CaseShiller Home Price Ind	NOV	--	138.49	140.3
01/31/2012	S&P/CS 20 City MoM% SA	NOV	-0.50%	0.70%	-0.62%
01/31/2012	S&P/CS Composite-20 YoY	NOV	-3.26%	-3.67%	-3.40%
01/31/2012	Chicago Purchasing Manager	JAN	63	60.2	62.2
01/31/2012	NAPM-Milwaukee	JAN	--	--	57.8
01/31/2012	MBA Mortgage Applications	27-Jan	--	-2.90%	-5.00%
02/01/2012	ADP Employment Change	JAN	185K	170K	325K
02/01/2012	Construction Spending MoM	DEC	0.70%	1.50%	1.20%
02/01/2012	ISM Manufacturing	JAN	54.5	54.1	53.9
02/01/2012	ISM Prices Paid	JAN	49.8	55.5	47.5
02/01/2012	Domestic Vehicle Sales	JAN	10.50M	11.05M	10.45M
02/02/2012	Total Vehicle Sales	JAN	13.60M	14.13M	13.52M
02/02/2012	Challenger Job Cuts YoY	JAN	--	38.9%	30.60%
02/02/2012	RBC Consumer Outlook Index	FEB	--	45.1	45.8
02/02/2012	Nonfarm Productivity	4Q P	1.00%	0.7%	2.30%
02/02/2012	Unit Labor Costs	4Q P	0.80%	1.2%	-2.50%
02/02/2012	Initial Jobless Claims	28-Jan	--	367K	377K
02/02/2012	Continuing Claims	21-Jan	--	3437K	3554K
02/02/2012	Bloomberg Consumer Comfort	29-Jan	--	--	-46.4
02/02/2012	ICSC Chain Store Sales YoY	JAN	--	--	3.50%
02/03/2012	Change in Nonfarm Payrolls	JAN	150K	--	200K
02/03/2012	Change in Private Payrolls	JAN	168K	--	212K
02/03/2012	Change in Manuf. Payrolls	JAN	10K	--	23K
02/03/2012	Unemployment Rate	JAN	8.50%	--	8.50%
02/03/2012	Avg Hourly Earning MOM All Emp	JAN	0.20%	--	0.20%
02/03/2012	Avg Hourly Earning YOY All Emp	JAN	2.00%	--	2.10%
02/03/2012	Avg Weekly Hours All Employees	JAN	34.4	--	34.4
02/03/2012	Chg in Household Survey Empl	JAN	--	--	176
02/03/2012	Underemployment Rate (U6)	JAN	--	--	15.20%
02/03/2012	ISM Non-Manf. Composite	JAN	53.3	--	52.6
02/03/2012	Factory Orders	DEC	1.20%	--	1.80%
02/03/2012	Change in Nonfarm Payrolls	JAN	150K	--	200K

Source: Bloomberg

Singapore Date	Statistic	For	Survey	Actual	Prior
01/31/2012	Credit Card Bad Debts	DEC	--	15.6M	13.2M
01/31/2012	Credit Card Billings	DEC	--	3522.2M	3202.9M
01/31/2012	Bank Loans & Advances (YoY)	DEC	--	30.3%	30.50%
01/31/2012	M1 Money Supply (YoY)	DEC	--	14.8%	16.80%
01/31/2012	M2 Money Supply (YoY)	DEC	--	10.0%	10.10%
01/31/2012	Unemployment Rate (sa)	4Q P	--	2.0%	2.00%
02/01/2012	Electronics Sector Index	JAN	49.9	48.7	49.7
02/01/2012	Purchasing Managers Index	JAN	49.2	50.5	49.5

Source: Bloomberg

Key indices:



Source: Bloomberg

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