

PHILLIP SECURITIES PTE LTD

Unit Trust Daily Market Update

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Market Summary

Headlines:

- **North America:** Stocks Close Higher Ahead of Jobs Report.
- **Europe:** Stocks End Flat; Construction Stocks Recover.
- **Asia:** Asian Stocks End Higher After US Soars.

US Economic Data to be released this week:

Friday: August jobs report; Fed's Lockhart speaks; ISM services index.

Major Indices performance

Index	Last	Net Chg [^]	% Chg [^]
Dow Jones	10,320.10	50.63	0.49%
S&P500	1,090.10	9.81	0.91%
ESTX 50 €Pr	2,715.19	-0.08	0.00%
FTSE 100 Index	5,371.04	4.63	0.09%
Nikkei 225	9,062.84	135.82	1.52%
HSI	20,868.92	245.09	1.19%
Shanghai SE Composite	2,655.78	32.89	1.25%
FSSTI	2,986.66	3.83	0.13%

Source: Bloomberg

[^]Chg and Net Chg from the previous working day

Top 5 Daily Performing Funds

Fund Name	%
Schroder ISF-Latin American A Acc (USD)	2.33
Schroder ISF-EURO Active Value(EUR\$)	2.28
Schroder ISF-European Smaller Co (EUR)	2.06
Schroder ISF-Asian Equity Yield A (USD)	1.49
FTIF Templeton Latin America Fund A(Acc)	1.43

Source: www.eunitrust.com. Funds' performance as of 3rd Sept 2010.

Market update

North America:

Stocks ended higher for a third session, as several economic reports brought good news to investors on Thursday. However, all eyes were on Friday's monthly jobs report, where economists are expecting to see a loss of 110,000 jobs in August, an improvement over July's 131,000 job loss. A key figure in the report will be private payroll data, which economists expect will rise by about 42,000 jobs.

The Dow Jones Industrial Average ended up 50.63 points, or 0.5 percent to 10,320.10. The S&P 500 rose 9.81 points, or 0.9 percent, to 1,090.10, while the Nasdaq rose 23.17 points, or 1.1 percent, to 2,200.01. The CBOE Volatility Index, widely considered the best gauge of fear in the market, was below 24.

Most S&P sectors were higher, with consumer discretionary, industrials and materials stocks performing best. Retailers gave the market a boost Thursday after many posted sales that beat expectations in August as consumers sought out bargains during the key back-to-school selling season. The consumer discretionary sector, home to retailers, was up 1.8 percent Thursday

Shares of Mariner Energy fell 2.57 percent following news of a rig explosion in the Gulf of Mexico on a shallow-water platform owned by the company. Oil prices bounced above \$74 a barrel following the news.

Market update**North America Continues:**

In other economic news, the Labor Department reported weekly jobless claims fell by 6,000 to 472,000 for the week ended Aug 28. Pending home sales posted a surprising jump of 5.2 percent to 79.4 in July from June, according to The National Association of Realtors. Also, the government reported nonfarm productivity fell 1.8 percent, more than previously estimated in the second quarter. And the Commerce Department reported factory orders rose 0.1 percent, to first rise in three months.

Europe:

European stocks ended flat on Thursday, as investors took a breather after the previous session's jump while recently-hit construction stocks extended their recovery, aided by a batch of positive U.S. data. The FTSEurofirst 300 index of top European shares closed 0.08 percent lower at 1,054.85 points. Construction shares were among the top gainers, with both CRH and Saint-Gobain rising 1 percent.

Asia:

Japan's benchmark Nikkei 225 Average closed up gained 135.82 points to 9,062.84. The broader Topix climbed 1 percent to 819.42. Honda Motor and other exporters that are sensitive to the health of the world economy led gains in the overall market.

China's stock rose, taking its cue from a rally on Wall Street, which was fuelled by strong U.S. manufacturing data, while autos such as SAIC Motor were cheered by surprisingly robust car sales. The Shanghai Composite Index finished at 2,655.8 points, underpinned by the manufacturing sector, after slipping 0.6 percent on Wednesday.

Hong Kong shares rose for a second session on Thursday, spurred by gains in other Asian markets. The benchmark Hang Seng Index closed up 1.19 percent at 20,868.92. The China Enterprise Index was up 1.65 percent at 11,688.84.

Seoul shares rose 0.6 percent, led by tech stocks, with market players saying foreign investors, cheered by the rise on Wall Street, could turn strong buyers. The Korea Composite Stock Price Index (KOSPI) finished up 0.63 percent at 1,775.73 points.

Australian stocks climbed 0.8 percent to a three-week high, with miners such as Rio Tinto gaining after copper prices rose to a four-month high. The benchmark S&P/ASX200 index rose 37 points to 4532.7, as miners and banking shares led the gains.

Source: Bloomberg, CNBC, Yahoo Finance

Economic data to be announced

United States					
Date	Statistic	For	Survey	Actual	Prior
30 Aug	Personal Income	Jul	0.30%	0.20%	0.00%
30 Aug	Personal Spending	Jul	0.30%	0.40%	0.00%
30 Aug	PCE Deflator (YoY)	Jul	1.50%	1.50%	1.40%
30 Aug	PCE Core (MoM)	Jul	0.10%	0.10%	0.00%
30 Aug	PCE Core (YoY)	Jul	1.40%	1.40%	1.40%
30 Aug	Dallas Fed Manf. Activity	Aug	-10.00%	-13.50%	-21.00%
31 Aug	S&P/CaseShiller Home Price Ind	Jun	--	147.97	146.43
31 Aug	S&P/CS 20 City MoM% SA	Jun	3.50%	4.23%	4.61%
31 Aug	S&P/CS Composite-20 YoY	Jun	0.20%	0.28%	0.47%
31 Aug	S&P/Case-Shiller US HPI	2Q	--	138	131.8
31 Aug	S&P/Case-Shiller US HPI YOY%	2Q	--	3.60%	2.00%
31 Aug	Chicago Purchasing Manager	Aug	57	56.7	62.3
31 Aug	Consumer Confidence	Aug	50.7	53.5	50.4
31 Aug	NAPM-Milwaukee	Aug	60.3	59	66
01 Sep	Minutes of FOMC Meeting	31-Aug			
01 Sep	Bloomberg FCI Monthly	Aug	--	-0.4	-0.4
01 Sep	ABC Consumer Confidence	29-Aug	-44	-45	-44
01 Sep	MBA Mortgage Applications	27-Aug	--	2.70%	4.90%
01 Sep	Challenger Job Cuts YoY	Aug	--	-54.50%	-57.20%
01 Sep	ADP Employment Change	Aug	15K	-10K	42K
01 Sep	ISM Manufacturing	Aug	52.8	56.3	55.5
01 Sep	ISM Prices Paid	Aug	55.5	61.5	57.5
01 Sep	Construction Spending MoM	Jul	-0.50%	-1.00%	0.10%
02 Sep	Domestic Vehicle Sales	Aug	8.85M	8.66M	9.11M
02 Sep	Total Vehicle Sales	Aug	11.50M	11.46M	11.85M
02 Sep	Nonfarm Productivity	2Q F	-1.90%	-1.80%	-0.90%
02 Sep	Unit Labor Costs	2Q F	1.20%	1.10%	0.20%
02 Sep	Initial Jobless Claims	28-Aug	475K	472K	473K
02 Sep	Continuing Claims	21-Aug	4450K	4456K	4456K
02 Sep	Factory Orders	Jul	0.20%	0.10%	-1.20%
02 Sep	Pending Home Sales MoM	Jul	-1.00%	5.20%	-2.60%
02 Sep	Pending Home Sales YoY	Jul	--	-20.10%	-20.10%
02 Sep	ICSC Chain Store Sales YoY	Aug	--	3.20%	2.80%
03 Sep	Change in Nonfarm Payrolls	Aug	-100K	--	-131K
03 Sep	Change in Private Payrolls	Aug	47K	--	71K
03 Sep	Change in Manuf. Payrolls	Aug	10K	--	36K
03 Sep	Unemployment Rate	Aug	9.60%	--	9.50%
03 Sep	Avg Hourly Earning MOM All Emp	Aug	0.10%	--	0.20%
03 Sep	Avg Hourly Earning YOY All Emp	Aug	1.60%	--	1.80%
03 Sep	Avg Weekly Hours All Employees	Aug	34.2	--	34.2
03 Sep	ISM Non-Manf. Composite	Aug	53.2	--	54.3

Source: Bloomberg

Singapore					
Date	Statistic	For	Survey	Actual	Prior
31 Aug	Credit Card Bad Debts	Jul	--	14.0M	15.3M

31 Aug	Credit Card Billings	Jul	--	2534.9M	2598.2M
31 Aug	M1 Money Supply (YoY)	Jul	--	19.40%	20.50%
31 Aug	M2 Money Supply (YoY)	Jul	--	7.50%	7.40%
31 Aug	Bank Loans & Advances (YoY)	Jul	--	9.90%	9.00%
02 Sep	Purchasing Managers Index	Aug	51.3	49.4	52.2
02 Sep	Electronics Sector Index	Aug	52.8	50.6	55.7

Source: Bloomberg

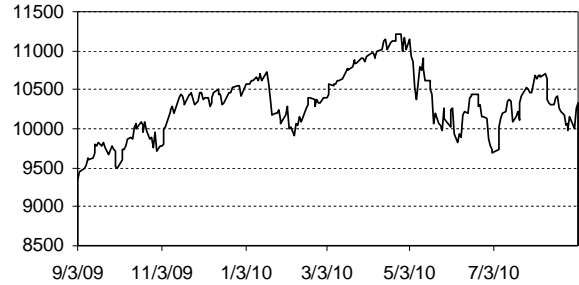
Key indices:

FSSTI 2986.66 +0.13%



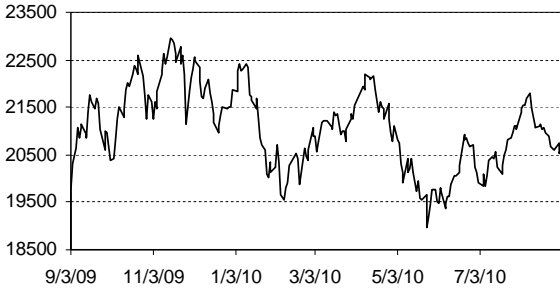
Source: Bloomberg

DJI 10320.1 +0.49%



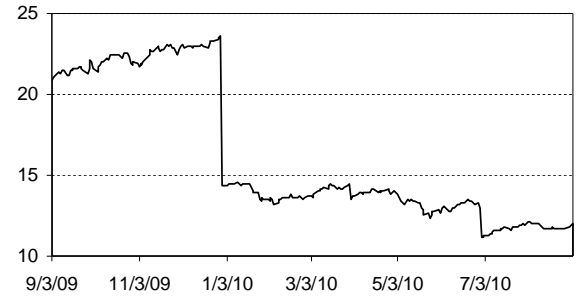
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HSI 20868.92 +1.19%



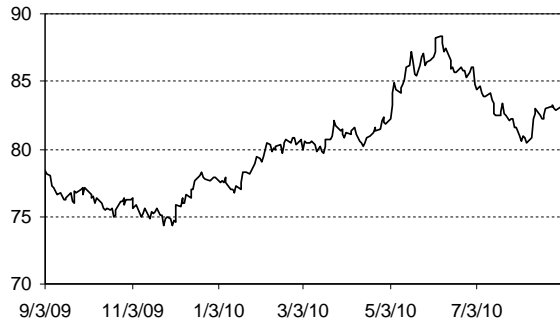
Source: Bloomberg

FSSTI (P/E) 11.99



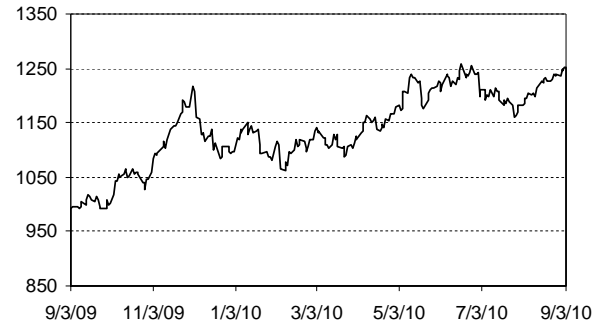
Source: Bloomberg

Dollar Index 82.46 +0.01%



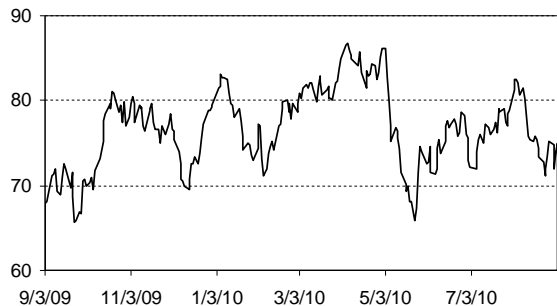
Source: Bloomberg

Gold 1250.95 +0.02%



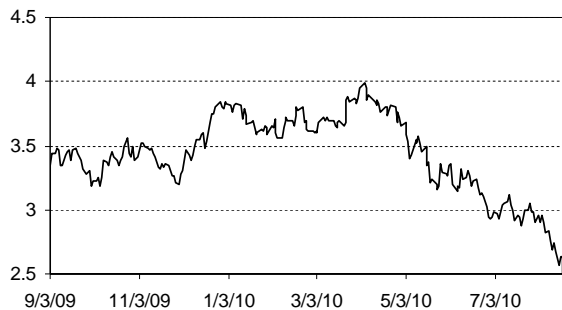
Source: Bloomberg

Crude oil 75.02 +1.50%



Source: Bloomberg

US Treasury 10yr Yield 2.6231 -0.21%



Source: Bloomberg

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