

## Theme Comment

- The S&P 500 once again struggled against the resistance at the 200DMA. It has now been two weeks since we broke through the 200DMA support and we haven't been able to go above even intraday since.
- It is nonfarm payrolls day today and we will likely see a figure around 500-600K (the median forecast has moved up by 20K overnight), but we advise you to look at private payrolls only. The difference between yesterday's ADP estimate and today's NFP forecast is not abnormal when we have rapid changes in employment.
- Canadian labour market data will also be released today and we expect another strong report – though far from the unusually strong report for April a month ago. Look for another decrease in the unemployment rate.

## Economic Data Releases

Country	Time (GMT)	Name	Saxo	Consensus	Prior
CA	11:00	Change in Employ. / Unempl. Rate (MAY)	25K / 8.0%	15K / 8.0%	108.7K / 8.1%
US	12:30	Nonfarm Payrolls / Private NFP (MAY)	560K / 160K	536K / 180K	290K / 231K
US	12:30	Unemployment Rate (MAY)	9.8%	9.8%	9.9%

FX	Daily stance	Comment
EURUSD	0/-	Sell on rallies towards 1.2220 and target 1.2165. Stop above 1.2240.
USDJPY	0/+	Buy around 92.66 and target 92.94. Stop below 92.52.
EURJPY	0/+	Buy on dips towards 112.75 and target 113.20. Stop below 112.50.
GBPUSD	0/-	Sell on rallies towards 1.4670 and target 1.4600. Stop above 1.4700.
AUDUSD	0/-	Sell on rallies towards 0.8465 and target 0.8420. Stop above 0.8485.
USDCAD	0/-	Sell around 1.0420 and target 1.0370. Stop above 1.0440.

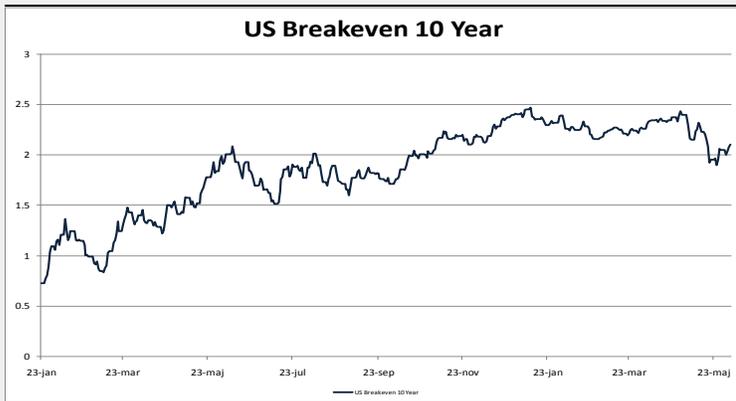
FX-Options	Comment
EURUSD	Vols offered most of the European session and spot remains weak. Bids starting to lend some support and should hold steady until today's US payrolls.
USDJPY	Front end moved lower yesterday and this should continue until spot stops trending higher. We saw buyers of upside 93-94 area strikes under 1mth all week.
AUDUSD	Vols eased back a touch but very little has traded and levels have largely remained unchanged. No aggressive selling of gamma despite the very narrow ranges pre-nonfarm.

Equities	Daily stance	Comment
DAX	0/+	Buy on dips towards 6041 targeting 6103. S/L below 6012.
FTSE	0/+	Buy on dips towards 5190 targeting 5245. S/L below 5163.
S&P500	0/+	Buy on dips towards 1095 targeting 1109. S/L below 1090.
NASDAQ100	0/+	
DJIA	0/+	

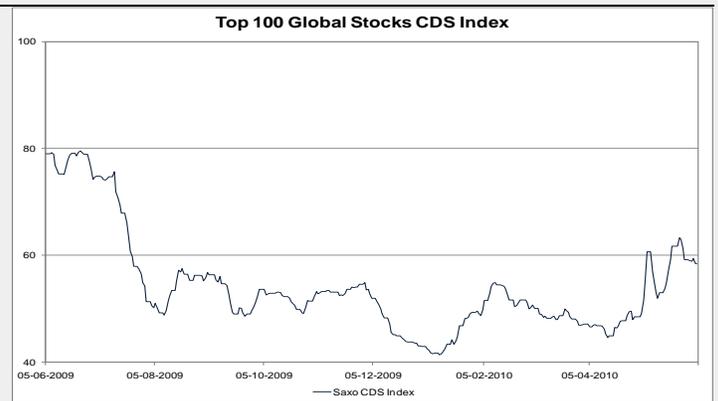
Commodities	Daily Stance	Comment
Gold	0/+	Buy on dips towards 1202 targeting 1208. S/L below 1197.
Silver	0/+	Buy on dips towards 17.83 targeting 18.00. S/L below 17.75
Oil (CLN0)	0/+	Buy at the break of 74.67 targeting 75.86. S/L below 73.95.

## Earnings Releases

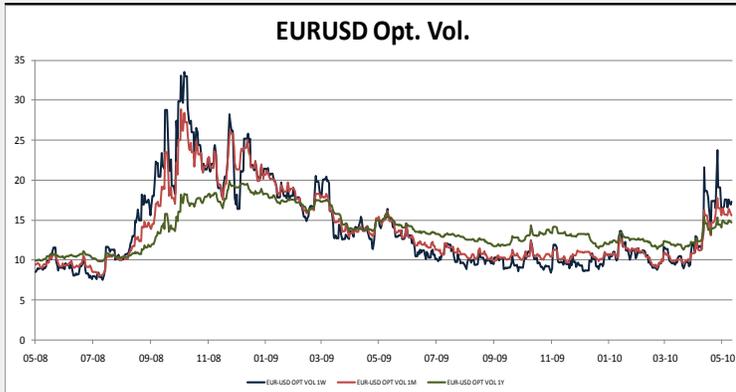
Country	Time (GMT)	Name	EPS exp.	EPS prior	Comment



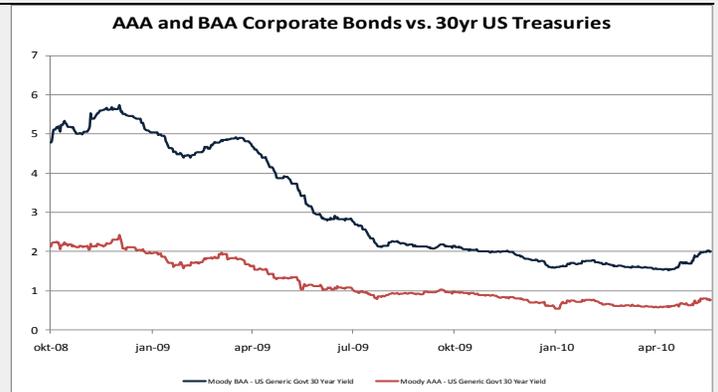
USD breakeven 10 Year – an expression for measuring inflation expectations.



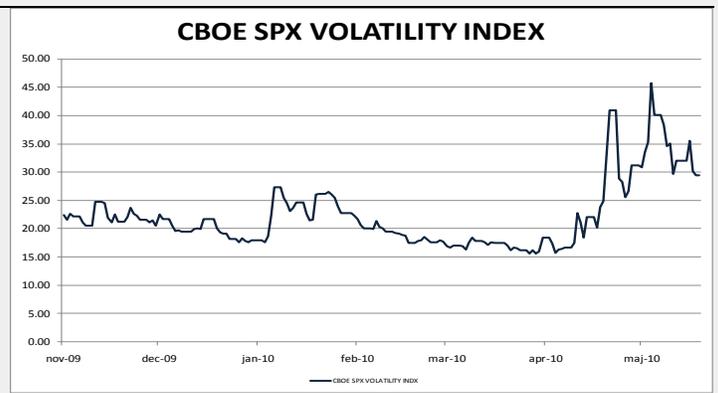
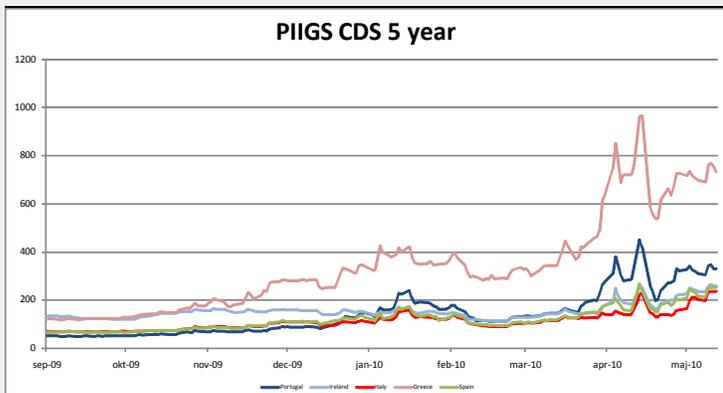
Credit Default Swaps are expressions for the perceived default risk in a company. **Now at 59.**



Volatility at different time horizons. Too low, now?



Spreads are easing, but still **showing tight corporate debt markets.**



The VIX Index is **now at 30.17** (prev. close at 35.54).

For more trading commentary on [forex and equities](#) go to [www.tradingfloor.com](http://www.tradingfloor.com) or [www.saxobank.com](http://www.saxobank.com)

## General

These pages contain information about the services and products of Saxo Bank A/S (hereinafter referred to as "Saxo Bank"). The material is provided for informational purposes only without regard to any particular user's investment objectives, financial situation, or means. Hence, no information contained herein is to be construed as a analysis; or an offer to buy or sell; or the solicitation of an offer to buy or sell any security, financial product, or instrument; or to participate in any particular trading strategy in any jurisdiction in which such an offer or solicitation, or trading strategy would be illegal. Saxo Bank does not guarantee the accuracy or completeness of any information or analysis supplied. Saxo Bank shall not be liable to any customer or third person for the accuracy of the information or any market quotations supplied through this service to a customer, nor for any delays, inaccuracies, errors, interruptions or omissions in the furnishing thereof, for any direct or consequential damages arising from or occasioned by said delays, inaccuracies, errors, interruptions or omissions, or for any discontinuance of the service. Saxo Bank accepts no responsibility or liability for the contents of any other site, whether linked to this site or not, or any consequences from your acting upon the contents of another site. Opening this website shall not render the user a customer of Saxo Bank nor shall Saxo Bank owe such users any duties or responsibilities as a result thereof.

## Analysis Disclosure & Disclaimer

### Risk warning

Saxo Bank A/S shall not be responsible for any loss arising from any investment based on any analysis, forecast or other information herein contained. The contents of this publication should not be construed as an express or implied promise, guarantee or implication by Saxo Bank that clients will profit from the strategies herein or that losses in connection therewith can or will be limited. Trades in accordance with the analysis in an analysis, especially leveraged investments such as foreign exchange trading and investment in derivatives, can be very speculative and may result in losses as well as profits, in particular if the conditions mentioned in the analysis do not occur as anticipated.