

**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.

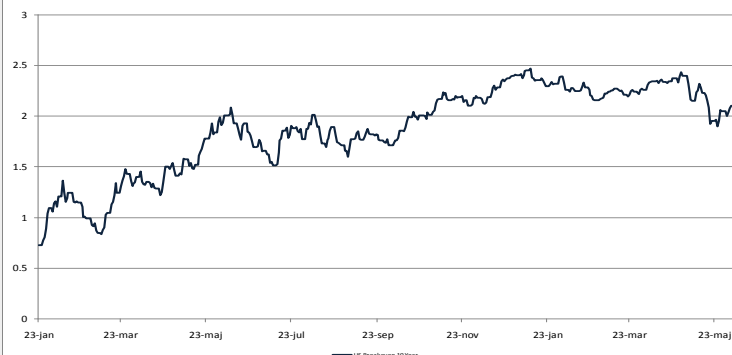
FX-Options	Comment
EURUSD	Vols offered most of the European session and spot remains weak. Bids starting to lend some support and should hold steady until today's US payrolls.
USDJPY	Front end moved lower yesterday and this should continue until spot stops trending higher. We saw buyers of upside 93-94 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/+	

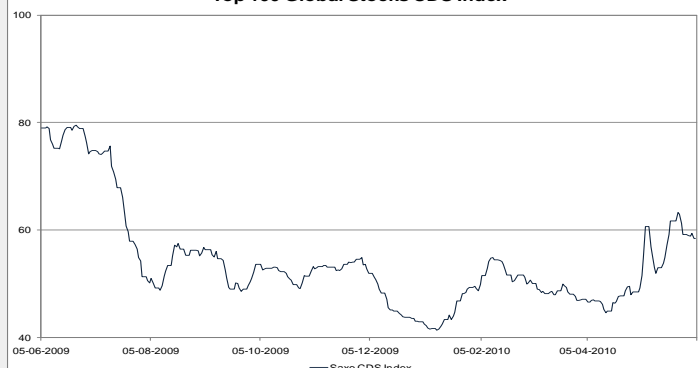
Commodities	Daily Stance	Comment
Gold	0/+	Buy on dips towards 1202 targeting 1208. S/L below 1197.
Silver	0/+	Buy on dips towards 17.83 targeting 18.00. S/L below 17.75
Oil (CLN0)	0/+	Buy at the break of 74.67 targeting 75.86. S/L below 73.95.

**Earnings Releases**

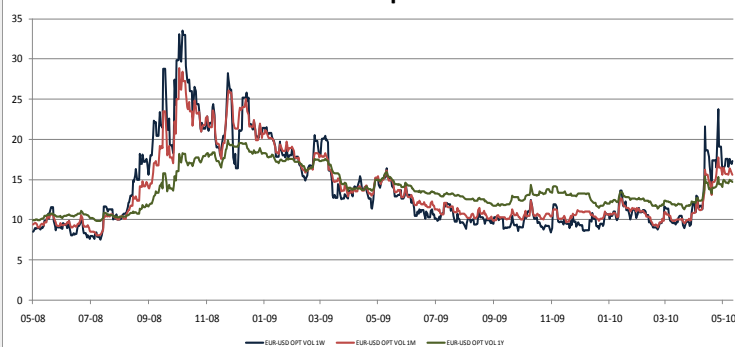
Country	Time (GMT)	Name	EPS exp.	EPS prior	Comment

**US Breakeven 10 Year**


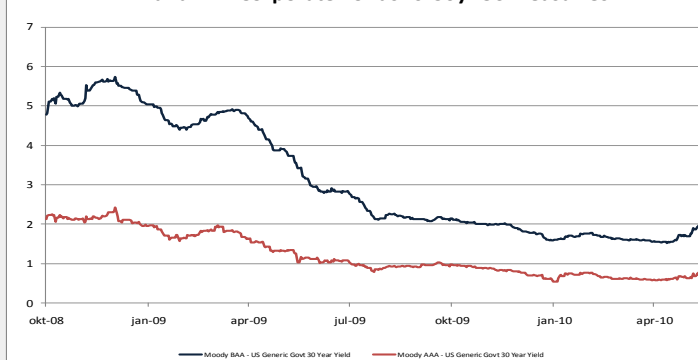
USD breakeven 10 Year – an expression for measuring inflation expectations.

**Top 100 Global Stocks CDS Index**


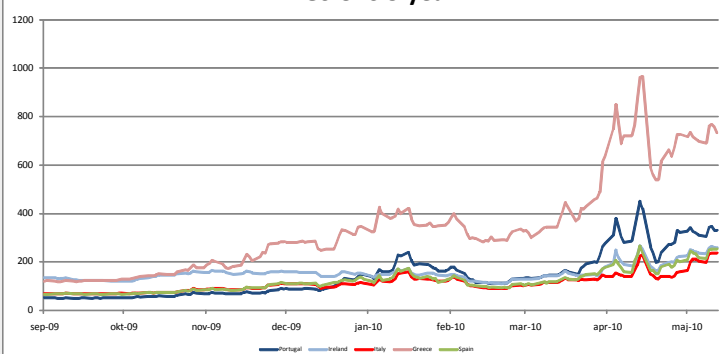
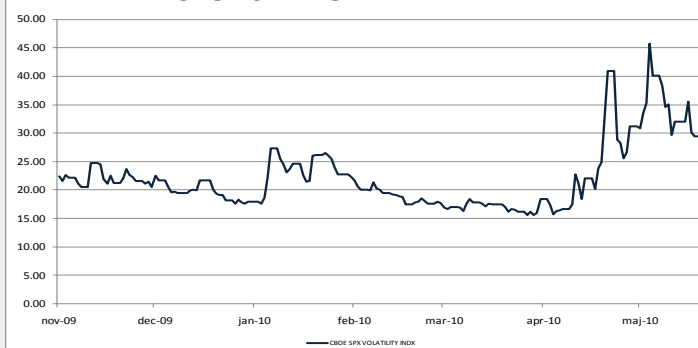
Credit Default Swaps are expressions for the perceived default risk in a company. **Now at 59.**

**EURUSD Opt. Vol.**


Volatility at different time horizons. Too low, now?

**AAA and BAA Corporate Bonds vs. 30yr US Treasuries**


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

**PIIGS CDS 5 year**

**CBOE SPX VOLATILITY INDEX**


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

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