



Eurozone

Economic Indicators—Schedule and Forecasts (Local Times)

Wroblewski/Liu

February 3 – February 14, 2014

3	4	5	6	7
Purchasing Managers' Index Manufacturing, Final (10:00) Oct 51.3 Jan (p) 53.9 Nov 51.6 Jan (f) 53.9 Dec 52.7 Jan (c) 53.9	Producer Prices (NSA) (11:00) M/M Y/Y Nov -0.1% -1.2% Dec (f) 0.1% -0.8% Dec (c) 0.2% -0.9%	Service Sector Purchasing Managers Survey, Final (10:00) Oct 51.6 Jan (p) 51.9 Nov 51.2 Jan (f) 51.9 Dec 51.0 Jan (c) 51.9 Retail Sales (SA) (11:00) M/M Y/Y Nov 1.4% 1.6% Dec (f) -1.0% 0.7% Dec (c) -0.8% 1.5%	ECB Governing Council meeting (decision at 13:45) <i>(no change expected)</i> <i>Press conference at 14:30</i>	
10	11	12	13	14
		Industrial Production (SA) (11:00) M/M Y/Y Oct -0.8% 0.5% Nov 1.8% 3.0% Dec (f) 0.3% 2.4%	ECB Monthly Bulletin (Feb) (10:00) EU Leaders' Meeting in Brussels	Gross Domestic Product, First Estimate, (SA) (11:00) Q/Q Y/Y QI'13 -0.2% -1.2% QII'13 0.3% -0.6% QIII'13 0.1% -0.4% QIV'13 (f) 0.3% 0.5% Trade Balance (Euro billion) (NSA) (11:00) '12/13 '11/12 Oct 16.8 9.6 Nov 17.1 12.5 Dec (f) 15.0 9.8

M/M=month-over-month
 Q/Q=quarter-over-quarter
 Y/Y=year-over-year
 f=forecast
 r=revised
 c=consensus

Recent History-Latest Results

27	28	29	30	31
		M3 Money Supply (Y/Y) (SA) (10:00) Jul 2.2 Oct 1.4 Aug 2.3 Nov 1.5 Sep 2.0 Dec 1.0 Private Sector Loans (Y/Y) (SA) (10:00) Jul -1.9 Oct -2.1 Aug -2.1 Nov -2.3 Sep -2.1 Dec -2.3	ECB Bank Lending Survey (Jan) (10:00) EU Commission Business and Consumer Survey (Jan) (11:00)	Harmonized Index of Consumer Prices, Flash (11:00) M/M Y/Y Nov -0.1% 0.9% Dec 0.3% 0.8% Jan 0.7% Unemployment Rate (%) (SA) (11:00) Jul 12.1 Oct 12.0 Aug 12.1 Nov 12.0 Sep 12.1 Dec 12.0

Key potential market-moving indicators and events include: the final Manufacturing PMI (Mon. Feb. 3, 10:00 a.m.), Producer Prices (Tue. Feb. 4, 11:00 a.m.), the final Services PMI (Wed. Feb. 5, 10:00 a.m.), Retail Sales (Wed. Feb. 5, 11:00 a.m.) and the ECB Council meeting (decision due Thu. Feb. 6, 1:45 p.m.). In the following week, there is Industrial Production (Wed. Feb. 12, 11:00 a.m.) as well as the first estimate of Q4 Gross Domestic Product and Visible Trade Balance (both Fri. Feb. 14, 11:00 a.m.).

The January flash **manufacturing PMI** jumped further, rising to a 32-month high. November **producer prices** fell in M/M terms, a less marked drop than the October drop. The January flash **services PMI** showed the first rise in four months. Real **retail sales** jumped back sharply in November. Eurozone **industrial production** increased sharply in November. The more reassuring message of the preliminary data was confirmed in updated Q3 **GDP** data, which corroborated a rise in activity, accentuating the gain seen in the previous quarter. Seasonally adjusted **trade** data showed a larger surplus in November.

Indicator	Forecast	Consensus	Analysis
Purchasing Managers' Index (SA) - Final - Manufacturing	53.9	53.9	No major revision expected.
Producer Prices			
M/M	0.1%	0.2%	Less weak?
Y/Y	-0.8%	-0.9%	
Purchasing Managers' Index (SA) - Final - Services	51.9	51.9	No major revision expected.
Retail Sales (SA)			
M/M	-1.0%	-0.8%	Implies flat Q4!
Y/Y	0.7%	1.5%	
Industrial Production (SA)			
M/M	0.3%		Further, clear gain in Q4.
Y/Y	2.4%		
Gross Domestic Product, Q3 (SA) – First Estimate			
Q/Q	0.3%		Par-type growth?
Y/Y	0.5%		
Visible Trade (NSA)	€ 15.0 bln		Exports modestly higher.

Post Mortem—Prior Week Results

Money Growth Slumps Back? While producing somewhat mixed results in regard to (still clearly weak) lending, the December ECB monetary update showed much softer money growth signals. Indeed, showing a weaker-than-expected outcome, December M3 money supply growth fell back 0.5 percentage point to 1.0%, the lowest since late-2010, largely a result of a sharp drop in the adjusted M/M figure.

Lending Backdrop Improving Further? The latest (January) ECB Bank Lending Survey, which relates to actual changes during Q4 and to expectations in the current quarter, points to a further improvement in the lending and credit standard backdrop.

Surveys Pick Up Added Speed. EU Commission business and consumer survey figures improved for a ninth successive month in January. Indeed, the overall economic sentiment index, which aggregates the sector surveys detailed below and is designed to track GDP growth, rose 0.5 point to 100.9, still the highest since mid-2011.

Headline Inflation Drops, Core Rises Back. Flash numbers for January saw HICP inflation slip back 0.1 percentage point to 0.7% Y/Y, thereby moving back to the cycle-low set last October (which then helped prompt an ECB rate cut).

Unemployment Lower. The unemployment rate remained at 12.0% in December, albeit with the outcome of the previous month revised down.



United Kingdom

Economic Indicators—Schedule and Forecasts (Local Times)
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Wroblewski/Liu

3	Purchasing Managers' Survey - Manufacturing (SA) (9:30) Sep 56.3 Dec 57.3 Oct 56.5 Jan (c) 57.0 Nov 58.1 Jan (f) 57.2 Possible from today... HBOS House Prices (Jan) (8:00)	4	Purchasing Managers' Survey - Construction (SA) (Jan) (9:30)	5	BRC Shop Price Index (Jan) (00:01) Purchasing Managers' Survey - Services (SA) (9:30) Sep 60.3 Dec 58.8 Oct 62.5 Jan (c) 58.5 Nov 60.0 Jan (f) 59.0 Narrow Money & Reserve Balances (Jan) (9:30)	6	New Car Registrations (Jan) Bank of England MPC meeting (rate announcement 12 noon - <i>no change expected</i>)	7	Manufacturing Production (SA) (9:30) <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: center;">MM</td> <td style="text-align: center;">Y/Y</td> </tr> <tr> <td>Nov</td> <td style="text-align: center;">unch</td> <td style="text-align: center;">2.8%</td> </tr> <tr> <td>Dec (f)</td> <td style="text-align: center;">0.4%</td> <td style="text-align: center;">2.1%</td> </tr> <tr> <td>Dec (c)</td> <td style="text-align: center;">0.6%</td> <td style="text-align: center;">2.3%</td> </tr> </table> Industrial Production (SA) (9:30) <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: center;">M/M</td> <td style="text-align: center;">Y/Y</td> </tr> <tr> <td>Nov</td> <td style="text-align: center;">unch</td> <td style="text-align: center;">2.5%</td> </tr> <tr> <td>Dec (f)</td> <td style="text-align: center;">0.6%</td> <td style="text-align: center;">2.3%</td> </tr> <tr> <td>Dec (c)</td> <td style="text-align: center;">0.6%</td> <td style="text-align: center;">2.3%</td> </tr> </table> Visible Trade Balance, Global (SA) (£ Mjillion) (9:30) Oct -9651 Dec (f) -9250 Nov -9439 Dec (c) -9300		MM	Y/Y	Nov	unch	2.8%	Dec (f)	0.4%	2.1%	Dec (c)	0.6%	2.3%		M/M	Y/Y	Nov	unch	2.5%	Dec (f)	0.6%	2.3%	Dec (c)	0.6%	2.3%
	MM	Y/Y																															
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10	BRC Retail Sales Monitor (Jan) (00:01)	11	BRC Retail Sales Monitor (Jan) (00:01)	12	BoE Inflation Report (Feb) (10:30)	13	RICS House Price Survey (Jan) (00:01)	14	Construction Output (Dec) (9:30)																								

M/M=month-over-month
Q/Q=quarter-over-quarter
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Recent History-Latest Results

27	Gross Domestic Product, First Estimate (SA) (9:30) <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: center;">Q/Q</td> <td style="text-align: center;">Y/Y</td> </tr> <tr> <td>QII' 13</td> <td style="text-align: center;">0.8%</td> <td style="text-align: center;">2.0%</td> </tr> <tr> <td>QIII' 13</td> <td style="text-align: center;">0.8%</td> <td style="text-align: center;">1.9%</td> </tr> <tr> <td>QIV' 13</td> <td style="text-align: center;">0.7%</td> <td style="text-align: center;">2.8%</td> </tr> </table> Index of Services (Nov) (9:30)		Q/Q	Y/Y	QII' 13	0.8%	2.0%	QIII' 13	0.8%	1.9%	QIV' 13	0.7%	2.8%	28	Nationwide House Prices (Jan) (7:00) BoE Governor Carney spoke in Scotland (12:15)	29	Nationwide House Prices (Jan) (7:00) BoE Governor Carney spoke in Scotland (12:15)	30	BoE Lending to Individuals (9:30) Mortgage Lending (SA, Net, £ Billion) <table style="width: 100%; border-collapse: collapse;"> <tr> <td>Jul</td> <td style="text-align: center;">1.0</td> <td>Oct</td> <td style="text-align: center;">1.3</td> </tr> <tr> <td>Aug</td> <td style="text-align: center;">1.1</td> <td>Nov</td> <td style="text-align: center;">1.1</td> </tr> <tr> <td>Sep</td> <td style="text-align: center;">1.2</td> <td>Dec</td> <td style="text-align: center;">1.7</td> </tr> </table> M4 Money Supply (SA) (9:30) <table style="width: 100%; border-collapse: collapse;"> <tr> <td></td> <td style="text-align: center;">M/M</td> <td style="text-align: center;">Y/Y</td> </tr> <tr> <td>Oct</td> <td style="text-align: center;">0.1%</td> <td style="text-align: center;">2.4%</td> </tr> <tr> <td>Nov</td> <td style="text-align: center;">0.1%</td> <td style="text-align: center;">2.7%</td> </tr> <tr> <td>Dec</td> <td style="text-align: center;">-1.4%</td> <td style="text-align: center;">0.2%</td> </tr> </table>	Jul	1.0	Oct	1.3	Aug	1.1	Nov	1.1	Sep	1.2	Dec	1.7		M/M	Y/Y	Oct	0.1%	2.4%	Nov	0.1%	2.7%	Dec	-1.4%	0.2%	31	GfK Consumer Confidence (Jan) (00:01)
	Q/Q	Y/Y																																											
QII' 13	0.8%	2.0%																																											
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Key potential market-moving indicators and events include: the Manufacturing PMI (Mon. Feb. 3, 9:30 a.m.), the Services PMI (Wed. Feb. 5, 9:30 a.m.), the Bank of England Monetary Policy Committee Meeting (rate decision announced Thu. Feb. 6, 12 noon) as well as Industrial Production and Trade Balance (both Fri. Feb. 7, 9:30 a.m.). In the following week, there are no relevant data releases of any note.

The headline December **manufacturing PMI** corrected back, dropping from the highest level since February 2011. Still very much highlighting a very solid corporate backdrop, the December **services PMI** corrected back further. November **industrial production** was flat in M/M terms, merely consolidating the bounces seen in the two previous months. The total **visible trade** deficit narrowed in November from the October deficit.

Indicator	Forecast	Consensus	Analysis
Purchasing Managers' Index (SA) - Manufacturing	57.0	57.2	Chimes better with CBI results.
Purchasing Managers' Index (SA) - Services	58.5	59.0	Surveys too upbeat?
Industrial Production (SA) M/M	0.6%	0.6%	Forecast consistent with GDP estimate.
Y/Y	2.3%	2.3%	
Visible Trade Balance, Global (SA)	-£ 9250 mln	-£ 9300 mln	EU export jump consolidates!

Post Mortem—Prior Week Results

GDP Growth Slows Slightly. Real GDP rose further last quarter but growth slowed a touch. Indeed, GDP rose by 0.7% Q/Q in Q4, 0.1 percentage point below the pace of the previous quarter but still the fifth clear rise in the last six quarters of data and only slowing from a Q3 reading that was the fastest in just over three years.

Services Output Rises Moderately. The index of services output rose by 2.6% Y/Y in November, up from a 2.1% pace set in October.

House Prices Rise Further and Faster. According to Nationwide, seasonally adjusted house prices in January rose 0.7% M/M, a thirteenth successive rise and thereby continuing, if not accentuating, the recent uptrend.

Better Monetary Trends Continue. BoE numbers on underlying monetary dynamics once again provided encouraging messages this time in December data. Admittedly, they showed a slightly slippage in underlying M4, allowing the three-month annualized rate to fall back to 3.7%, a rate the BoE will regard as less reassuring as it correlates less with nominal GDP aspirations.

Consumer Confidence Surges. The GfK consumer confidence gauge for January surged six points to -7, the highest since September 2007.



Germany

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3 Purchasing Managers Survey Manufacturing, Final (SA) (9:45) Oct 51.7 Jan (p) 56.3 Nov 52.7 Jan (f) 56.3 Dec 54.3 Jan (c) 56.3	4 	5 Purchasing Managers Survey Services, Final (SA) (9:45) Oct 52.9 Jan (p) 53.6 Nov 55.7 Jan (f) 53.6 Dec 53.5 Jan (c) 53.6	6 Manufacturing Orders, (M/M) (SA), (12 noon) Aug -0.2% Nov 2.1% Sep 3.1% Dec (f) 0.5% Oct -2.1% Dec (c) 0.3%	7 Trade Balance (NSA) (Euro billion) (8:00) 2013 2012 Nov 18.1 16.9 Dec (f) 14.0 11.9 Dec (c) 17.3 Current Account (NSA) (Euro billion) (8:00) 2013 2012 Nov 21.6 17.8 Dec (f) 22.0 20.4 Dec (c) 20.8 Industrial Production (M/M) (SA), (12 noon) Oct -1.2% Dec (f) 0.3% Nov 1.9% Dec (c) 0.3% Manufacturing & Mining Output (M/M) (SA), (12 noon) Sep -1.0% Nov 3.1% Oct -1.1% Dec (f) 0.2%
10	11	12	13 Cost-of-Living, Final (NSA) (8:00) M/M Y/Y Nov 0.2% 1.3% Dec 0.4% 1.4% Jan (p) -0.6% 1.3% Jan (f) -0.6% 1.3%	14 Gross Domestic Product, First Estimate, (SA) (8:00) Q/Q Y/Y QI'13 unch -0.3% QII'13 0.7% 0.5% QIII'13 0.3% 0.6% QIV'13 (f) 0.4% 1.4%

M/M=month-over-month
Q/Q=quarter-over-quarter
Y/Y=year-over-year
f=forecast
r=revised
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Recent History-Latest Results

27 Ifo Survey (SA) (2005=100) (10:00) Aug 107.6 Nov 109.4 Sep 107.8 Dec 109.5 Oct 107.5 Jan 110.6	28 Import Prices (NSA) (8:00) M/M Y/Y Oct -0.7% -3.0% Nov 0.1% -2.9% Dec unch -2.3%	29 GfK Consumer Confidence Outlook (Feb) (8:00)	30 Unemployment (Change, 000's) (SA) (9:55) Oct -1 Dec -19 Nov 9 Jan -28 Employment (Change, 000's) (SA) (9:55) Sep 17 Nov 25 Oct 35 Dec 24 Cost-of-Living, Preliminary (NSA) M/M Y/Y Nov 0.2% 1.3% Dec 0.4% 1.4% Jan -0.6% 1.3%	31 Real Retail Sales (M/M) (SA) (8:00) Jul -0.1% Oct -0.7% Aug 0.2% Nov 0.9% Sep -0.1% Dec -2.5%
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Key potential market-moving indicators and events include: the final Manufacturing PMI (Mon. Feb. 3, 9:45 a.m.), the final Services PMI (Wed. Feb. 5, 9:55 a.m.), Manufacturing Orders (Thu. Feb. 6, 12 noon), the Trade Balance and Current Account (Fri. Feb. 7, 8:00 a.m.) as well as Industrial Production (Fri. Feb. 7, 12 noon). In the following week, there is final Consumer Prices (Thu. Jan. 16, 8:00 a.m.) and the first estimate of Q4 GDP (Thu. Nov. 14, 8:00 a.m.).

The January flash **manufacturing PMI** picked up further to a 32-month high. The January flash **services PMI** edged up. Manufacturing **orders** jumped back in November, exactly unwinding the drop of the previous month. The November (unadjusted) **trade** surplus widened from the same month of the previous year, also up from the October reading. November **industrial production** bounced, repairing the cumulative falls of the two previous months. According to the preliminary estimate, January **CPI inflation** fell. Final Q3 **GDP** data matched the preliminary number, with activity growing, albeit down from the bounce seen in the previous quarter.

Indicator	Forecast	Consensus	Analysis
Purchasing Managers' Index (SA) - Final - Manufacturing	56.3	56.3	No major revision expected.
Purchasing Managers' Index (SA) - Final - Services	53.6	53.6	No major revision expected.
Manufacturing Orders, (SA) M/M	0.5%	0.3%	Capital good orders very volatile.
Trade Balance, (NSA)	€ 14.0 bln	€ 17.3 bln	Exports volatile but increasing.
Industrial Production, (SA) M/M	0.3%	0.3%	Energy weakness on warm weather.
Consumer Prices - Final (NSA) M/M	-0.6%		Break-down detailed.
Y/Y	1.3%		
Gross Domestic Product, (SA) - 1 st Estimate Q/Q	0.4%		More clues after production data due on Friday.
Y/Y	1.4%		

Post Mortem—Prior Week Results

Ifo Survey Rises More Clearly. The Ifo business climate index rose further and more clearly in January, actually hitting a 31-month high. Indeed, it jumped 1.1 points to 110.6.

Consumer Confidence Hits Yet Another High. The GfK measure of the consumer confidence outlook for February rose 0.5 point to 8.2, the highest since mid-2007.

Labor Market Improving More Clearly? Showing a better outcome for a second successive month, unemployment decreased even more clearly in January, dropping 28 000.

Consumer Price Inflation Falls. According to the preliminary estimate, January CPI inflation fell 0.1 percentage point to 1.3% Y/Y.

Sales Slump Back. According to Federal Statistics Office data, real retail sales (excluding auto and petrol sales) slumped by 2.5% M/M in December, more than unwinding the 0.9% bounce seen in November, albeit maintaining the clear volatility in the series.



France

Economic Indicators—Schedule and Forecasts (Local Times) February 3 – February 14, 2014

Wroblewski/Liu

3 Purchasing Managers' Index Manufacturing, Final (SA) (9:50) Oct 49.1 Jan (p) 48.8 Nov 48.4 Jan (f) 48.8 Dec 47.1 Jan (c) 48.8	4 New Car Registrations (Jan)	5 Purchasing Managers' Index Services, Final (SA) (9:50) Oct 50.9 Jan (p) 48.6 Nov 48.0 Jan (f) 48.6 Dec 47.8 Jan (c) 48.6	6 INSEE Quarterly Survey of Investment (Feb) (8:45)	7 Visible Trade Balance (SA) (8:45) (Euro Billion) Jul -5.19 Oct -4.83 Aug -5.03 Nov -5.68 Sep -5.86 Dec (f) -5.25 Central Government Budget (Dec) (8:45)
10 BoF Business Sentiment Survey (Jan) (8:30) Industrial Production, exc. Construction (SA) (8:45) M/M Y/Y Oct -0.5% -0.3% Nov 1.3% 1.5% Dec (f) 0.1% 0.9% Manufacturing Production (SA) (8:45) M/M Y/Y Oct 0.3% 0.5% Nov 0.2% 1.6% Dec (f) 0.2% 0.6%	11	12	13	14 Gross Domestic Product, First Estimate, (SA) (7:30) Q/Q Y/Y QI'13 -0.1% -0.4% QII'13 0.6% 0.5% QIII'13 -0.1% 0.2% QIV'13 (f) 0.4% 0.7% Salaried Employment, Preliminary (SA) (8:45) Q/Q Y/Y QI'13 -0.2% -0.9% QII'13 -0.2% -1.0% QIII'13 -0.1% -0.8% QIV'13 (f) 0.1% -0.4% Wages, Preliminary (Q4) (8:45)

M/M=month-over-month
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f=forecast
r=revised
c=consensus

Recent History-Latest Results

27 Unemployment (Dec) (18:00)	28 INSEE Monthly Survey of Households (Jan) (8:45) Housing Starts (Dec) (8:45)	29	30	31 Household Consumption of Goods (SA) (8:45) M/M Y/Y Oct unch 0.1% Nov 1.4% 1.6% Dec -0.1% 1.4% Producer Prices (NSA) (8:45) M/M Y/Y Oct -0.2% -1.4% Nov 0.5% -0.7% Dec 0.2% unch
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Indicator Highlights

France

Key potential market-moving indicators and events include: the final Manufacturing PMI (Mon. Feb. 3, 9:50 a.m.), the final Services PMI (Wed. Feb. 5, 9:50 a.m.) and the Trade Balance (Fri. Feb. 7, 8:45 a.m.). In the following week, there is Industrial Production (Mon. Feb. 10, 7:30 a.m.), the first estimate of Q4 Gross Domestic Product (Fri. Feb. 14, 7:30 a.m.) and the first estimate for Salaried Employment (Fri. Feb. 14, 8:45 a.m.).

The January flash **manufacturing PMI** jumped to a three-month high. The January flash **services PMI** bounced, also to a three-month high. The November **trade** gap was wider, almost fully unwinding the improvement seen in October. **Industrial output** rose in M/M terms in November, more than unwinding the drops of the two previous months. According to final data and showing no revision, real **GDP** fell afresh in Q3, albeit the Q/Q drop coming only after an upwardly-revised gain of the previous quarter. Preliminary data for Q3 showed (**non-farm**) **employment** slipping further but still only modestly so.

Indicator	Forecast	Consensus	Analysis
Purchasing Managers' Index (SA) - Manufacturing – Final	48.8	48.8	No major revision expected.
Purchasing Managers' Index (SA) - Services – Final	48.6	48.6	No major revision expected.
Visible Trade (SA)	-€ 5.25 bln		Exports bounce.
Industrial Production (SA)			
M/M	0.1%		Implies clear Q4 rise.
Y/Y	0.9%		
Gross Domestic Product, (SA) – 1 st estimate			
Q/Q	0.4%		Upside risks according to BoF survey data.
Y/Y	0.7%		
Salaried Employment (SA) – Preliminary			
Q/Q	0.1%		First rise in 2-½ years.
Y/Y	-0.4%		

Post Mortem—Prior Week Results

Consumer Confidence Edges Higher. The January INSEE-computed consumer confidence index edged up another notch to 86, ie back to the seven-month high first set in October.

Household Spending Holds Up. Household spending on goods fell 0.1% in December in M/M terms, unwinding little of the 1.4% surge seen in the previous month.



Italy

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Purchasing Managers' Survey Manufacturing (SA) (9:45) Aug 51.3 Nov 51.4 Sep 50.8 Dec 53.3 Oct 50.7 Jan (f) 53.5 New Car Registrations (Jan)	NIC Consumer Prices, Preliminary, (NSA) (10:00) M/M Y/Y Nov -0.3% 0.7% Dec 0.2% 0.7% Jan (f) 0.3% 0.7% Jan (c) 0.3% 0.7%	Purchasing Managers Survey Service (SA) (9:45) Aug 48.8 Nov 47.2 Sep 52.7 Dec 47.9 Oct 50.5 Jan (f) 49.0		
Industrial Production* (10:00) M/M Y/Y Oct 0.7% -0.4% Nov 0.3% 1.4% Dec (f) 0.1% 1.3%				Gross Domestic Product, First Estimate, (SA) (8:00) Q/Q Y/Y QI' 13 -0.6% -2.5% QII' 13 -0.3% -2.2% QIII' 13 unch -1.8% QIV' 13 (f) 0.2% -0.7%

* M/M is seasonally-adjusted and working day adjusted. Y/Y is not seasonally adjusted but working-day adjusted.

Q/Q=quarter-over-quarter f=revised
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 M/M=month-over-month f=forecast

Recent History-Latest Results

27	28	29	30	31
	ISAE Consumer Sentiment (Jan) (10:00) Hourly Wages (NSA) (Y/Y) (10:00) Jul 1.5% Oct 1.4% Aug 1.5% Nov 1.3% Sep 1.4% Dec 1.3%	ISAE Business Sentiment (Jan) (10:00)		Producer Prices (NSA) (11:00) M/M Y/Y Oct -1.0% -2.5% Nov -0.1% -2.3% Dec -0.1% -2.1%

Key potential market-moving indicators and events include: the Manufacturing PMI (Mon. Feb. 3, 9:45 a.m.), Consumer Prices (Tue. Feb. 4, 10:00 a.m.) and the Services PMI (Wed. Feb. 5, 9:45 a.m.). In the following week, there is Industrial Production (Mon. Feb. 10, 10:00 a.m.) and the first estimate of Q4 GDP (Fri. Feb. 14, 8:00 a.m.).

Final data confirmed **consumer price inflation** was unchanged in December. November **industrial production** rose for a third successive month, with the increase accentuating the gain of the previous month. Q3 **GDP** was flat in Q/Q terms, enjoying an upward revision from the preliminary drop, also being a contrast to the contraction of the previous quarter and the first non-negative result since the recession began back in Q3 2011.

Indicator	Forecast	Consensus	Analysis
Purchasing Managers' Index (SA) - Manufacturing	53.5		Two-year high!
Consumer Prices – Preliminary (NSA) M/M	0.3%	0.3%	Recent VAT hike not discernible!
Y/Y	0.7%	0.7%	
Purchasing Managers' Index (SA) - Services	49.0		Unwinds late-2013 setback!
Industrial Production* M/M	0.1%		Modest uptrend continues.
Y/Y	1.3%		
Gross Domestic Product, (SA) – 1 st Estimate Q/Q	0.2%		First Q/Q rise since Q2 2011?
Y/Y	-0.7%		

* M/M is seasonally-adjusted and working day adjusted. Y/Y is not seasonally adjusted but working-day adjusted.

Post Mortem—Prior Week Results

Consumer Confidence Recovers. The January ISAE consumer confidence index jumped back 1.6 points to 98.0, correcting back nearly all of the drop seen in the previous month.

Manufacturing Confidence Rises Further. The January ISAE manufacturing confidence fell 0.5 point to 97.7, down from a cycle-high.



Japan

Economic Indicators—Schedule and Forecasts
February 3 – February 14, 2014 (Local Times)

Ellis/Wroblewski

3	4	5	6	7
Vehicle Sales (Y/Y) (14:00) Aug -6.4% Nov 13.3% Sep 12.4% Dec 18.7% Oct 17.3% Jan (f) 20.0% Sometime during the week: Official Reserves (\$Billion, NSA) (8:50) Aug 1254.2 Nov 1275.4 Sep 1273.4 Dec 1266.8 Oct 1276.8 Jan (f) 1265.0			BOJ Iwata Speech (11:10) (Miyazaki Business Leaders)	Business Conditions Composite Indexes (Prelim.) (14:00) Leading Coincident Oct 109.8 110.4 Nov 111.1 110.7 Dec (f) 111.7 111.2
Bank Lending (Y/Y) (8:50) Aug 2.0% Nov 2.2% Sep 2.0% Dec 2.3% Oct 2.0% Jan (f) +2.4% Current Account Balance (¥Billion, NSA) (8:50) 2013 2012 Oct -127.9 420.8 Nov -592.8 -179.6 Dec (f) -850.0 -230.7 Current Account Visible Trade (¥Billion, NSA) (8:50) 2013 2012 Oct -1091.1 -451.3 Nov -1091.1 -850.8 Dec (f) -1300.0 -572.3	Holiday	Machinery Orders, Core (SA) (8:50) Jul unch Oct 0.6% Aug 5.4% Nov 9.3% Sep -2.1% Dec (f) -2.5% Money Supply (M2) (Y/Y) (8:50) Aug 3.8% Nov 4.4% Sep 3.9% Dec 4.2% Oct 4.1% Jan (f) 4.3% Tertiary Industry Activity (SA) (M/M) (8:50) Jul -0.4% Oct -0.9% Aug 0.6% Nov 0.6% Sep 0.1% Dec (f) 0.3%	Corporate Goods Price Index (Y/Y) (8:50) Aug 2.3% Nov 2.6% Sep 2.2% Dec 2.5% Oct 2.5% Jan (f) 2.5%	

M/M=month-over-month f= forecast
Y/Y=year-over-year c=consensus

Recent History-Latest Results

27	28	29	30	31
Merchandise Trade Balance (¥Billion, NSA) (8:50) 2013 2012 Oct -1096.7 -556.2 Nov -1297.7 -957.0 Dec -1304.2 -645.7 BOJ Monetary Policy Meeting Minutes (8:50) (December 19, 20)	Corporate Services prices (Y/Y) (8:50) Jul 0.5% Oct 0.8% Aug 0.7% Nov 1.2% Sep 0.7% Dec 1.3%		Retail Sales (Y/Y) (8:50) Jul -0.3% Oct 2.4% Aug 1.1% Nov 4.1% Sep 3.0% Dec 2.6%	Tokyo CPI (8:30) Total Ex-Fresh Food Nov 1.0% 0.6% Dec 1.0% 0.7% Jan 0.7% 0.7% Nationwide CPI (8:30) Total Ex-Fresh Food Oct 1.1% 0.9% Nov 1.5% 1.2% Dec 1.6% 1.3% Unemployment Rate (SA) (8:30) Jul 3.8% Oct 4.0% Aug 4.1% Nov 4.0% Sep 4.0% Dec 3.0% Effective Job Offers to Applicants Ratio (8:30) Jul 0.94 Oct 0.98 Aug 0.95 Nov 1.00 Sep 0.95 Dec 1.03 Family Income and Expenditure Survey (Real) (Y/Y) (8:30) PCE PCE Disp. (All) (Workers) Income Oct 0.9% -1.0% -1.4% Nov 0.2% -1.6% -1.4% Dec 0.7% -2.3% -2.1% Industrial Production (SA) (M/M) (8:50) Jul 3.4% Oct 1.0% Aug -0.9% Nov -0.1% Sep 1.3% Dec 1.1% Housing Starts (Y/Y) (14:00) Jul 12.4% Oct 7.1% Aug 8.8% Nov 14.1% Sep 19.4% Dec 18.0% MOF FX Intervention Report (19:00) (January)

Key potential market-moving indicators and events include: Vehicle Sales (Mon., Feb. 3, 14:00); Business Conditions Composite Indexes (Prelim.) (Fri., Feb. 7, 14:00); Bank Lending (Mon., Feb. 10, 8:50); Machinery Orders, Core (Wed., Feb. 12, 8:50); and Tertiary Industry Activity (Wed., Feb. 12, 8:50);

Vehicle sales data are already showing effects of the looming tax increase in bringing forward purchases. The interesting issue now is the extent of the boost and of the cumulative overshoot that will need to be offset after March 31. The **leading composite index** will be watched for any hint it gives of a second-quarter GDP setback.

Bank lending data give a read on developing monetary-stimulus effects on credit conditions. **Machinery orders**, effectively, track the combined impact of easier credit and growing confidence on investment spending. **Tertiary industries** account for roughly two thirds of production-side output, and monthly movements give hints on overall GDP.

Indicator	Forecast	Consensus	Analysis
Vehicle Sales (Y/Y)	+20.0%		Pre-tax buying in full swing.
Official Reserves (NSA)	\$1265.0 Billion		No notable change this month.
Business Conditions Composite Indexes (Prelim.)			
Leading	111.7		Leading index still climbing—no clear hint of second-quarter slowdown.
Coincident	111.2		
Bank Lending (Y/Y)	+2.4%		Current lending clearly strengthening from year-ago month.
Current Account Balance (NSA)	-¥850.0 Billion		Japan a net borrower this month.
Current Account Visible Trade (NSA)	-¥1300.0 Billion		
Machinery Orders, Core (SA)	-2.5%		A pause, after big November jump.
Money Supply (M2) (Y/Y)	+4.3%		Accelerating again.
Tertiary Industry Activity (SA) (M/M)	+0.3%		Slightly moderated growth.
Corporate Goods Price Index (Y/Y)	+2.5%		Still very firm.

Post Mortem—Recent Data Results

Exports Rise Further. Coming in larger than expected, the December (unadjusted) trade balance saw a clear widening in the deficit to ¥1302.1 bln from a ¥645.8 bln shortfall in the same month of 2012. However, the seasonally adjusted trade gap decreased to a shortfall of ¥1148.6, as a 1.7% M/M further and clearer rise in exports came alongside a 0.6% correction in imports.

Sales Correct. Retail sales fell 1.1% in M/M terms in December, unwinding around half the bounce of 2.0% seen in the previous month and turning the Y/Y growth somewhat less positive at 2.6%.

Higher Inflation Signals. Surprising a little to the upside, national core CPI inflation (ex fresh food) increased 0.1 percentage point to 1.3% in Y/Y terms in December, now the highest since October 2008. Headline CPI inflation, meanwhile, rose similarly but to 1.6%, while the rate excluding food and energy rose to 0.7%, also a cycle-high. On a more up-to-date basis, the headline Tokyo CPI core reading (for January) remained at 0.7% Y/Y, while the headline CPI inflation rate decreased to 0.7%.

Jobless Rate Down Markedly. Surprising very much to the downside, the unemployment rate in December fell 0.3 percentage point to 3.7%, a six-year low. On a further brighter note, employment growth picked up further, albeit with the lower jobless rate coming partly from a fall back in the participation rate (to 59.8%). Moreover, the job-to-applicant ratio rose to 1.03, still the highest in nearly six years.

Industrial Production Rises Afresh. Surprising few, preliminary data for November showed industrial production rising afresh. Indeed, production jumped 1.1% M/M, more than repairing the 0.1% drop posted in the previous month. Production rose by 1.9% in Q/Q terms during Q4, up slightly from the Q3 growth rate. METI maintained its view, still saying that output is showing an upward movement, also projecting a 6.1% surge this month with a 0.3% rise in February.

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Canada

Economic Indicators—Schedule and Forecasts

Ellis/Husby/Lee

Feb 3 – Feb 14, 2014

<p style="text-align: right;">3</p> <p>Industrial Product Prices (8:30) (NSA) M/M Y/Y Oct -0.3% 0.8% Nov 0.1% 1.2% Dec(f) 0.3% 1.5% Dec(c) 0.3% 1.5%</p> <p>Raw Materials Prices (8:30) (NSA) M/M Y/Y Oct -2.3% 0.4% Nov -4.1% -2.0% Dec(f) 1.3% 1.4% Dec(c) 2.0% 2.1%</p>		<p style="text-align: right;">4</p>	<p style="text-align: right;">5</p> <p>Building Permits (8:30) (M/M) (SA) Aug -20.0% Nov -6.7% Sep 4.1% Dec(f) 3.0% Oct 8.0% Dec(c) 2.0%</p>	<p style="text-align: right;">6</p> <p>International Trade (8:30) (Balance, C\$ Billion, SA) Aug -1.0 Nov -0.9 Sep -0.3 Dec(f) -0.5 Oct -0.9 Dec(c) -0.7</p> <p>Ivey Purchasing Managers' Survey (10:00) (SA) Sep 51.9 Dec 46.3 Oct 62.8 Jan(f) 54.0 Nov 53.7 Jan(c) 49.0</p>	<p style="text-align: right;">7</p> <p>Labor Force Survey (8:30) Employment (Chg, Thous., SA) Sep 11.9 Dec -45.9 Oct 13.2 Jan(f) 15.0 Nov 21.6 Jan(c) 20.0</p> <p>Unemployment Rate (SA) Sep 6.9% Dec 7.2% Oct 6.9% Jan(f) 7.1% Nov 6.9% Jan(c) 7.1%</p> <p>Macklem Speech (15:25) (Concordia University, Montreal, QC)</p>
<p style="text-align: right;">10</p> <p>Housing Starts (8:15) (Thousand, SAAR) Aug 187.8 Nov 197.8 Sep 197.1 Dec 189.7 Oct 203.6 Jan(f) 188.0</p>	<p style="text-align: right;">11</p>	<p style="text-align: right;">12</p>	<p style="text-align: right;">13</p>	<p style="text-align: right;">14</p> <p>Survey of Manufacturing (8:30) (M/M) (SA) Ships. Inv. New Ord. Sep 0.8% -1.0% -2.8% Oct 0.7% 1.6% 4.9% Nov 1.0% 0.3% 1.2% Dec(f) 0.3% 0.4% 1.0%</p>	

M/M=month-over-month Y/Y=year-over-year
f=forecast c=consensus p=preliminary
r= revised

Recent History-Latest Results

				<p style="text-align: right;">30</p> <p>Real GDP (8:30) (M/M) (SA) Jun -0.4% Sep 0.3% Jul 0.6% Oct 0.3% Aug 0.2% Nov 0.2%</p>
<p style="text-align: right;">27</p>	<p style="text-align: right;">28</p>	<p style="text-align: right;">29</p>	<p style="text-align: right;">30</p>	<p style="text-align: right;">31</p>

Indicator Highlights

Canada

Key potential market-moving indicators and events are: International Trade (Thur., Feb. 6, 8:30 a.m.); the Labor Force Survey (Fri., Feb. 7, 8:30 a.m.); Housing Starts (Mon., Feb. 10, 8:15 a.m.); and the Survey of Manufacturing (Fri., Feb. 14, 8:30 a.m.).

The **International Trade Balance** recorded a deficit in the previous two months and the trend will likely continue in December, much to the disappointment of the Bank of Canada. Exports, according to the Bank of Canada, will be heavily relied upon for future GDP growth, but the transition to an exports and business investment oriented economy is taking longer than originally thought. **Employment** gains were steady previous to the unexpected fall in December. The sharp decline erased some of the monthly gains recorded in the past several months and ended the year on a sour note.

Housing starts data will likely show continued moderation from recent highs. The Bank of Canada remarked, in its most recent rate decision statement, that recent data have been consistent with the Bank's expectation of a soft landing in the housing market. The **Survey of Manufacturing** will be useful in gauging the extent and nature of any pickup in activity. Sales improved in November, led by auto sales, but December will likely show some weather related slowdowns.

Indicator	Forecast	Consensus	Analysis
Industrial Product Prices (NSA)			
M/M	+0.3%	+0.3%	Builds on gain seen in prior month.
Y/Y	+1.5%	+1.5%	
Raw Materials Price (NSA)			
M/M	+1.3%	+1.4%	Rebounds from losses.
Y/Y	+2.0%	+2.1%	
Building Permits (M/M) (SA)	+3.0%	+2.0%	Permits edge slightly higher as residential permits rebound.
International Trade (Balance, SA)	-C\$0.5 Billion	-C\$0.7 Billion	Balance narrows as exports gain.
Ivey PMI (SA)	54.0	49.0	Ivey PMI, an oft volatile indicator, rebounds from the lowest reading recorded in 2013.
Labor Force Survey, Employment (Change, SA)	+15,000	+20,000	Regains some footing from the unexpected dip seen in the last month of 2013.
Unemployment Rate (SA)	7.1%	7.1%	Edges lower.
Housing Starts (SAAR)	188,000		Starts slow for fourth consecutive month—edges closer to figure (DE estimate: 180k) consistent household formation.
Survey of Manufacturing (M/M) (SA)			
Shipments	+0.3%		Manufacturing likely to show slowdown on weather related impacts.
Inventories	+0.4%		
New Orders	+1.0%		

Post Mortem—Prior Week Results

Monthly GDP continues positive trend. November monthly GDP grew 0.2% M/M recording a fifth consecutive gain following a 0.3% M/M gain in October (Consensus: +0.2% M/M; Decision Economics: +0.1% M/M). Both goods and services-producing industries recorded gains as the former advanced 0.4% M/M led by an increase in mining and oil and gas extraction and utilities. Both manufacturing and construction edged lower. As for the latter, lift was provided by retail trade and finance and insurance, but was offset by a decline in wholesale trade.

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