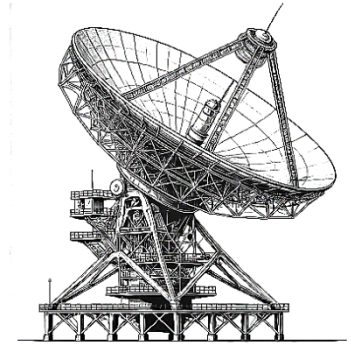


US Stock Express

Daniel Yue

Email: info@investorhandbook.org www.InvestorHandbook.org ©



World Observation

DAY 1042

Russia / Ukraine Conflict

Chinese Yuan/ Hongkong Dollar

Donald Trump once said that he would increase the tariff of China up to 60%, but now people know that he would carry out gradually and not on the first round. What is the response of the market? They said production line would shift southward to 5 Small Tigers of Asia, India, and ASEAN countries. Anyway, such a scenario has been already existing. The strategy of China will have the depreciation of Chinese Yuan so that their product would be cheaper and can attract more buyers to compensate the loss. However, the cabinet of Trump warned thus would lead to further increase in tariff to fill the gap. Thus very likely would lead to currency war.

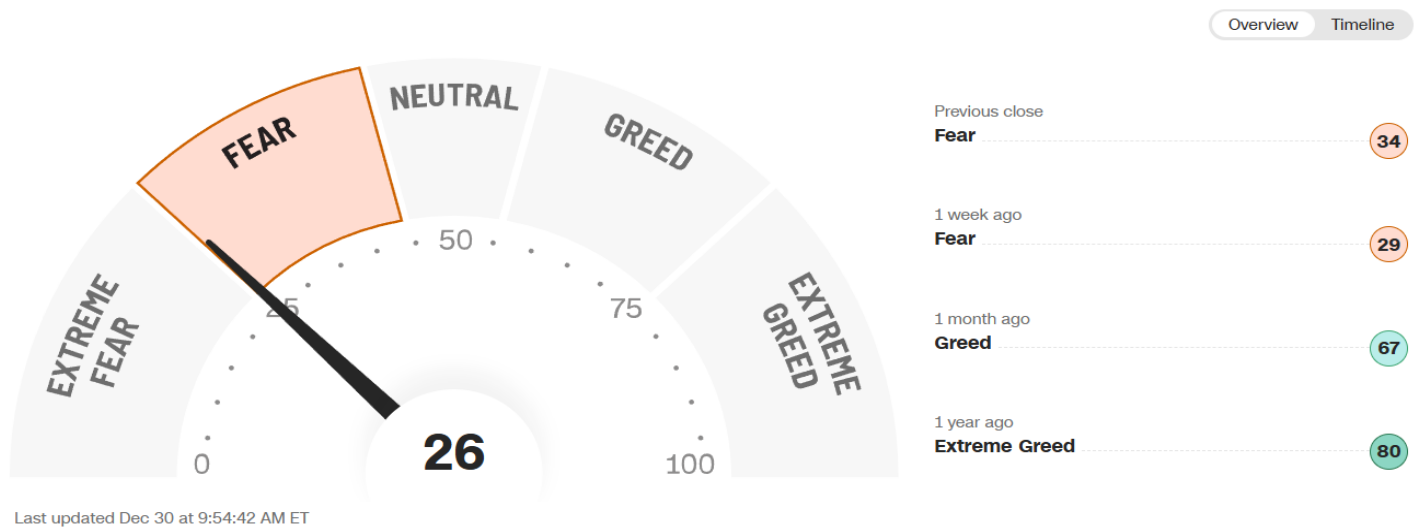
Another point is that the Hong Kong Dollar is now having a pegged exchange rate with USD and thus made it one US dollar can exchange 7.8 Hong Kong dollar. In 2019, during the social movement of Hong Kong, Trump wished to have de-coupling, but his cabinet advised too many US capitals are still in Hong Kong and not worthwhile to do so. But now it is said that de-coupling may come true with the first 2 years of Trump 2.0. The Hong Kong Government is now trying to have plan B of the exchange rate which is pegged to a basket of currencies. In such a case the Hong

Kong Dollar may have a depreciation of nearly 50%. But later on because of the attractive rate may bloom the export industry greatly.

Chinese Yuan is not a free float currency in the market and China needs to rely on Hong Kong Dollar at attract foreign capital. When de-coupling occurs, it will be a shock to currency market, stock market, gold market.....etc. The effect should be evaluate thoroughly before hand and investors better prepare well for the shock.

Fear & Greed Index

What emotion is driving the market now?
[Learn more about the index](#)



World Observation will be issued 5 times a week from Monday through Friday except market holidays.
Market Observation will be issued on Monday and may be one more time during the week.

重要數據 Important indicators

Date 日期	Day 星期	HK Time 時間	Star 重要性	Place 地區	Indicator	數據	Previous 前值	Expected 預期
31/12	(二)Tu	21:55	☆☆☆	US 美國	Red Book	紅皮書	5.9%	5.8%
31/12	(二)Tu	22:00	☆☆☆	US 美國	Home Price Index(M)	房屋指數(月)	0.5	0.7
31/12	(二)Tu	22:00	☆☆☆	US 美國	Home Price Index(Y)	房屋指數(年)	4.4	4.2
31/12	(二)Tu	22:00	☆☆☆	US 美國	S&P/Case Index	標普 Case 房價	4.1	4.6
31/12	(二)Tu	23:00	☆☆☆	US 美國	Texas Ser Index	德薩斯服務指數	125.5	128.0

Risk disclosure: Price can go up and down at any moment, trade and bear the risk according to your own capital;
All suggestions are for reference only, final decision still lies upon investors. Use free money only, never use money that has a deadline for trading.