Market overview (2016.03.02) Source: ACFX Broker (Review and Forex Rebates Up to 85%) Moody's Investors Service has lowered the China's government credit rating outlook from stable to negative, according to the agency's publication this morning. The long-term primary unsecured debt rating and issuer's other ratings are affirmed at 'Aa3'. The main factors to proceed with the revision of the forecast were the deterioration in the country's financial performance and weak prospects for their further improvement, reflected in the increasing government debt and rising contingent liabilities. The enduring fall in the country's reserves due to the outflow of capital could likely deteriorate the country's external strength. Even though the Chinese reserves still remain of a massive size of US$ 3.2 billion, they have decreased by US$ 762 billion since the peak in June 2014. Investor's uncertainty regarding the authorities' ability to carry out reforms to address imbalances in the economy, according to the agency, also remains of concern. Besides, the current fiscal and monetary policy provisions to reach 6.5% growth target are feared to slow the implementation of the necessary reforms, undermining the strength of the Chinese institutions, hence weakening their credibility. Nonetheless, the current rating remained unchanged as a large size of the country contributes to its credit potency. "Although GDP growth is slowing, it will remain markedly higher than most of China's rating peers. The size of the buffers available to face current fiscal and capital outflow challenges allows for a gradual implementation of reform and therefore supports an affirmation of

the rating at Aa3", the agency reports. **Below are today's major news releases**

Time	Currency affected	Importance	Release	Frequency	Forecast	Prior
10:00 AM	EUR	High	Spanish Unemployment Change	Monthly	0.2K	52.7K
09.30 AM	GBP	High	Construction PMI	Monthly	55.5	55.0
10:00 AM	GBP	High	MPC Member Broadbent to speak			
1:15 PM	USD	High	ADP Non-Farm Employment Change	Monthly	185K	205K
2:00 PM	GBP	High	MPC Member Cunliffe to speak			
3:30 PM	USD	High	Crude Oil Inventories	Weekly	2.5M	3.5M