

GLOBAL MARKET UPDATE



23 - 29 APRIL: PIQUE OR PEAK

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Finland 0.63% , Norway 0.53% , Canada 0.29%
	Bottom 3:	Luxembourg -4.66% , Sweden -2.25% , Ireland -1.94%
EMERGING	Top 3:	Egypt 2.50% , Russia 1.90% , Philippines 1.06%
	Bottom 3:	Indonesia -6.13% , Poland -3.44% , South Africa -2.91%
FRONTIER	Top 3:	Nigeria 1.05% , Jordan 0.42% , Kuwait 0.00%
	Bottom 3:	Vietnam -6.16% , Argentina -5.48% , Kazakhstan -3.70%

After 18 months of perfect calm, global equity markets have traded lower and with increased volatility since late January. Indeed, even over the past few weeks during which corporate earnings for Q1 have come in well-ahead of expectations, stocks have struggled. Is this a fit of pique or have markets peaked for this cycle?

Excluding a number of emerging countries, we believe economic conditions for this cycle have seen their best days; corporate margins, policy stimulus and growth have already touched their highs. Recent price action is therefore rational as investors have readjusted their forecasts as incoming data has suggested the good times cannot last forever. However, we believe global indices will trade to new highs. It might be long in the tooth, but the party is not over yet.

This week there is an FOMC meeting and the April employment report in the US. Japanese markets will be mostly closed for Golden week.

UNITED STATES

S&P 2,670 **-0.01%**, 10yr Treasury 2.97% **-0.34bps**, HY Credit Index 338 **-3bps**, Vix 15.41 **-1.47Vol**

The **S&P 500 was flat on the week**, with all the action on Tuesday (lower) and Thursday (higher). The primary driver was corporate earnings:

- 53% of companies in the S&P 500 have reported to date.
- Close to 80% have beaten estimates, with a circa 23% QOQ earnings growth (best since Q3 2010)
- Investors have looked at results with a glass half empty; the average share price move of a company beating consensus has been just +0.10% over the 2 days before and after numbers, whilst the average

miss has seen a -1.0% variation.

- Last week industrials performed poorly, Caterpillar and 3M falling sharply, whilst Facebook and Amazon recouped recent losses.

Elsewhere, **the US 10-year treasury finally breached the 3% yield level for the first time since 2014**, before falling back later in the week. This came after strong economic data (existing home sales, consumer confidence and durable goods). Moreover, GDP growth for Q1 came in ahead of expectations (2.3% vs. 2.0%), albeit slowing from 2.9% in Q4 2017. Interestingly, consumption was no longer the primary driver of growth (personal consumption expenditures increased by just 1.1% vs. 4.0% in Q4). Instead, investment became the primary driver.

In an effort to address recent trade wrangles, President

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Trump announced a special envoy will visit China this week, including Treasury secretary Steven Mnuchin and US trade representative Robert Lighthizer.

EUROPE

Eurostoxx 3,518 **-0.82%**, German Bund 0.59% **-1.90bps**, Xover Credit Index 272 **-4bps**, USDEUR .825 **+1.29%**

Equity markets in Europe gained marginally in local currency terms, but lost ground in USD. Bond yields also declined.

At the corporate level, Q1 earnings have come in around 1.5% ahead of estimates; weaker than their (one-off) tax enhanced US peers. Country level sentiment surveys were also weaker (both the French INSEE and German IFO), however the composite, **Eurozone wide PMI held firm at 55.2**. This remains consistent with reasonable growth, at least by European standards.

At the April ECB meeting, the Governing Council left policy unchanged as expected. **However, the overall tone was dovish as Draghi repeatedly described the need for “caution”** during the accompanying press conference. This prompted a weakening of the Euro.

At the political level, **Emmanuel Macron and Angela Merkel both visited US President Donald Trump**. Macron came away with no agreements or contracts of substance, but was viewed as having succeeded where most other global leaders have failed in establishing cordial, and even jovial, relations with the POTUS. Merkel and Trump were instead unable to mask clear differences of opinion. In particular, they did not appear to make progress on issues including Iran, trade and Nato.

In the UK, economic data painted a dismal picture with Q1 GDP growth coming in at 0.1% QOQ (the weakest pace in over 5 years) and consumer confidence declining. As a consequence, the probability of a rate hike in May has been all but priced out by the market. Next week sees the release of the PMIs.

The central bank of Hungary left policy unchanged, whilst the **CBT in Turkey tightened policy modestly**. Ahead of snap elections on the 24th June, the central bank hiked its O/N rate by 75bps (leaving its other 3 main rates on hold). To recall, at the behest of President Erdogan, Turkey has kept interest rates low prompting currency weakness and inflation. Last week's move was seen as trying to stabilise the exchange rate in the run-up to elections.

ASIA PACIFIC

HSCEI 12,340 **+0.06%**, Nikkei 22,467.87 **-0.09%**, 10yr JGB 0.06% **Obps**, USDJPY 109.230 **+1.28%**

As expected, the **BOJ in Japan Pvoted 8 to 1 to leave policy unchanged**. The bank also revised its inflation target lower, but remains much more optimistic than consensus. Moreover, the **committee appeared to end its calendar guidance for reaching the 2% inflation target**, with

Governor Kuroda commenting “While there is no change to our commitment to achieve our price goal at the earliest date possible, there is considerable uncertainty on the outlook.”

We see the removal of calendar guidance as a very marginal positive. Given that the bank has changed the date so many times and showed no real link between policy and the date, the practice only served to hurt credibility.

In a historic move, the leaders of North and South Korea released a joint statement following their summit, pledging to denuclearise the peninsula and to commit to a “peace regime”.

Korean equities outperformed the rest of Asia in light of the breakthrough, rising 1.20% over the week while the rest of the continent was largely negative.

In the same way that markets generally shrugged off North Korea's repeated missile tests over the last year, we expect tepid investor enthusiasm over the prospect of a peace deal.

Firstly, this is the third such joint peace commitment reached on the peninsula over the last twenty years, with the first two largely failing to move the needle on the fifty-year old standoff. Secondly, this likely marks the beginning of a high-stakes international chess match, with the interests of North and South Korea playing out alongside those of the US and China, as well the wider international community. With so many parties having a vested interest in the outcome, a deal is unlikely to be taken lightly.

Lastly on Korean matters, we paused for thought to recognise the faint potential for a shocking reversal of fortunes on the peninsula. Should the North decide to take up a seat at the international negotiating table, China and the US could potentially be forced into a diplomatic bidding war over the fate of the North.

In this scenario, the North's supreme leader Kim Jong Un could be shrewdly positioning himself to play both sides against the middle, with China dreading the thought of a US-aligned unified Korea on its own doorstep, while the US fears losing a key strategic ally in the Pacific, and allowing China to win international acclaim for playing a key role in resolving one of the world's unresolvable conflicts. With Kim potentially holding all the cards in this version of events, North Korea could find itself the kingmaker in one of the world's most geopolitically sensitive regions.

China's President Xi gave a speech pledging to “persistently” boost domestic demand in the Chinese economy in order to hit the 6.5% annual GDP growth target this week. Addressing the Communist Party Central Committee, the president also described the need for a neutral monetary policy stance, further opening up of the economy to foreign investment and ongoing financial reforms.

Elsewhere in Chinese politics, **Premier Li Keqiang gave comments to the media suggesting the China is open to negotiating with the US over current trade tensions**, praising dialogue as the best way forward in the lead up to the arrival of a US delegation led by Steve Mnuchin in Beijing next week. During a meeting with US Secretary

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of Transportation Elaine Chao, Premier Li added "There is no winner in trade conflict, which will not only affect the recovery of the world economy but also the global industrial chain"

Korea's preliminary GDP growth printed flat at 2.8% YOY in Q1 2018, the same as the final quarter of 2017. Net exports and government spending were strong, while private consumption lagged.

LATIN AMERICA

MSCI Lat Am 3,012 -0.63%

In a very surprising succession of events Argentina's central bank hiked the benchmark interest rate by 300bps to 30.25%, this was 2 days after confirming keeping it unchanged at its monetary policy committee. This comes after desperate attempts to contain the ARS devaluation, such as selling USD 3bn of its USD 38Bn reserves in March and April, something the central bank cannot afford to do given its macro imbalances. Argentina runs a circa 5.5% current account deficit (consensus for 2018) and a 7.2% fiscal deficit (2017). Its deficits require external financing as the low savings base is not sufficient. As such, a rate hike was the only solution available to increase the carry on the ARS and prevent more capital outflows. This rate hike is likely to slow down economic activity and decrease inflation.

In the past few quarters, we were very sceptical about Argentina's monetary policy due to its inability to tame inflationary pressure during 2017 and likelihood of missing its 2018 target. The macro-economic adjustment following 15 years of mis-management by Kirchner is not an easy process. Macri and his team only went half-way as they were in a rush to show a recovery, facing social pressure and political deadlines. However, it looks like the Argentine economy needs a 2nd leg of painful adjustment, consisting of a broad fiscal adjustment that entails full utility tariff liberalization. We would likely see temporarily higher inflation, an economic slowdown, and a currency depreciation, but such policy would help in the long run to rebalance its fiscal and current account deficit. The Argentine equity market is down 23% in USD (18% in ARS) from its peak in 2017, and -13.8% YTD (-4.98% in ARS).

Colombia's trade balance deficit came in at USD 540mn in February. The decomposition by sector is consistent with an investment-led cyclical recovery as imports of capital goods and construction materials grew 9.9% YOY (+10.5% excluding transportation). Better business confidence and declining inventories also bode well for a cyclical rebound. Still subdued internal demand and better terms of trade (commodity prices, global growth) support the decline in the trade deficit.

Mexico's retail sales improved in February coming in at 1.2% YOY, after a sharp slowdown in 2017 and a poor beginning of the year.

AFRICA

MSCI Africa 956 -3.06%

Kenya's GDP growth slowed to 4.9% in 2017, the lowest level in more than 5 years, compared to a revised growth of 5.9% in 2016. The decline was attributed to uncertainty and reduced business activity associated with prolonged electioneering plus the adverse effects of unfavourable weather conditions.

GDP growth is projected to recover to 5.8% in 2018 supported by more favourable weather, low inflation and a more supportive political climate, and over the medium term to increase by more than 7%.

Fiscal policy is expected to be contractionary after a period of debt fuelled growth, while monetary policy has been ineffectual, a result of the interest rate cap which has seen credit growth decline to single digit. With both policy tools acting as a negative stimulus, the GDP growth projections are highly ambitious.

South Africa's consumer confidence rallied to a record high in Q1 on the back of political changes and expectations that the economy will improve over the next 12 months. The BER Consumer Confidence Index for Q1 rose to a record high of +26 index points from -8 in Q4 2017 and compares to a previous record high of +23 index points reached in the Q1 of 2007, when the South African economy pumped out real economic growth of nearly 6%.

Political and economic developments since December 2017 including the change in the country's leadership has made both consumers and businesses more optimistic. Looking forward, the outcome of ongoing public wage negotiations, an expected new mining charter, coupled with higher fuel prices and a 1% VAT increase could lead to a correction in consumer confidence index in Q2.

Egypt's non-oil exports grew 15% YOY in Q1 to USD 6.3bn, up from USD 5.5bn in the same period last year. Trade grew 9% YOY for the quarter to USD21.3bn, bringing Egypt's total trade deficit down 2% YOY.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
ISM manufacturing index (APR)	Tue/01	58.5
FOMC rate decision (MAY) %	Wed/02	1.5 - 1.8
Nonfarm payrolls (APR), chg, thous	Fri/04	185.0
Unemployment rate (APR) %	Fri/04	4.0
EUROPE		
UK manufacturing PMI (APR)	Tue/01	54.8
Eurozone manufacturing PMI (APR)	Wed/02	56.0
Eurozone preliminary GDP (APR) % QOQ	Wed/02	0.4
Eurozone "Flash" HICP (APR) % YOY	Thu/03	1.3
Norway interest rate %	Thu/03	0.5
ASIA PACIFIC		
Korea industrial production (MAR) % YOY	Mon/30	-1.6
China NBS manufacturing PMI (APR)	Mon/30	51.3
Thailand CPI (APR) % YOY	Tue/01	0.9
Indonesia CPI (APR) % YOY	Wed/02	3.5
Korea CPI (APR) % YOY	Wed/02	1.5
Philippines CPI (APR) % YOY	Thu/03	4.5
LATIN AMERICA		
Mexico preliminary GDP (Q1) % YOY	Mon/30	1.7
Peru CPI (APR) % YOY	Tue/01	0.7
Brazil industrial production (MAR) % YOY	Thu/03	3.3
Uruguay CPI (APR) % YOY	Fri/04	
AFRICA		
South Africa private sector credit (MAR) % YOY	Mon/30	5.8
Kenya CPI (APR) % YOY	Tue/01	
South Africa Absa Manufacturing PMI	Wed/02	48.0

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GLOBAL MARKET DATA (CONTD.)

23 - 29 APRIL

Market Summary

Data: Last Calendar Week

Equities			Return (USD)				YTD (Local)	Volume 1wk/3mo
Name	Country	Price	1 Week	MTD	YTD	1Y		
North America								
S&P 500 INDEX	US	2,669.91	-0.01%	1.10%	-0.14%	11.77%		88%
RUSSELL 2000 INDEX	US	1,556.24	-0.50%	1.75%	1.35%	9.82%		81%
NASDAQ COMPOSITE INDEX	US	7,119.80	-0.37%	0.80%	3.13%	17.70%		86%
S&P/TSX COMPOSITE INDEX	Canada	15,668.93	0.29%	2.34%	-5.79%	7.16%	-3.33%	85%
S&P 500 CONS DISCRET IDX	US	828.41	1.09%	2.66%	5.49%	15.09%		90%
S&P 500 CONS STAPLES IDX	US	520.27	0.46%	-3.96%	-11.43%	-8.17%		91%
S&P 500 FINANCIALS INDEX	US	459.78	-0.67%	0.49%	-0.90%	16.56%		82%
S&P 500 HEALTH CARE IDX	US	966.38	1.75%	2.73%	1.05%	11.05%		88%
S&P 500 INFO TECH INDEX	US	1,147.79	-0.60%	0.54%	3.76%	24.05%		92%
S&P 500 ENERGY INDEX	US	544.78	0.61%	9.33%	2.13%	9.33%		71%
S&P 500 ECO SECTORS IDX	US	2,669.91	-0.01%	1.10%	-0.14%	11.77%		88%
S&P 500 INDUSTRIALS IDX	US	615.51	-3.15%	-1.51%	-3.50%	7.68%		97%
S&P 500 MATERIALS INDEX	US	361.40	-2.13%	1.42%	-4.63%	7.70%		96%
S&P 500 REAL ESTATE IDX	US	191.32	2.56%	-0.38%	-6.15%	-2.66%		78%
S&P 500 TELECOM SERV IDX	US	152.30	1.50%	0.43%	-8.29%	-6.01%		110%
S&P 500 UTILITIES INDEX	US	262.13	2.79%	2.34%	-1.96%	-0.46%		76%
Europe								
Euro Stoxx 50 Pr	Europe	3,518.49	-0.82%	3.15%	1.17%	9.96%	0.42%	119%
CAC 40 INDEX	France	5,477.47	-0.23%	4.56%	3.98%	15.82%	3.21%	88%
DAX INDEX	Germany	12,606.79	-1.20%	2.48%	-1.89%	12.58%	-2.61%	96%
Athex Composite Share Pr	Greece	849.26	-0.98%	7.22%	6.63%	33.85%	5.84%	87%
FTSE MIB INDEX	Italy	23,953.34	-1.11%	5.20%	10.30%	29.36%	9.49%	89%
AEX-Index	Netherlands	554.16	-0.70%	3.27%	2.66%	18.41%	1.90%	98%
PSI All-Share Index GR	Portugal	3,094.53	-0.46%	1.61%	5.24%	26.35%	4.46%	84%
MOEX Russia Index	Russia	2,309.91	1.90%	-6.84%	1.14%	5.27%	9.09%	52%
IBEX 35 INDEX	Spain	9,924.90	-1.10%	1.87%	-0.45%	3.45%	-1.18%	149%
OMX STOCKHOLM 30 INDEX	Sweden	1,580.72	-2.25%	-0.91%	-5.57%	-0.37%	0.24%	127%
SWISS MARKET INDEX	Switzerland	8,838.41	-0.97%	-2.01%	-7.13%	0.58%	-5.74%	103%
BIST 100 INDEX	Turkey	108,035.80	-2.71%	-8.61%	-12.80%	0.39%	-6.69%	93%
FTSE 100 INDEX	UK	7,506.77	-0.07%	4.49%	-0.59%	10.70%	-2.41%	104%
Asia Pacific								
MSCI AC ASIA x JAPAN	MSCI Asia Ex	712.15	-0.84%	-0.61%	-0.18%	19.49%	-0.18%	94%
S&P/ASX 200 INDEX	Australia	5,982.70	0.07%	1.93%	-4.90%	1.94%	-1.84%	102%
DSE 30 Index	Bangladesh	2,150.52	-2.75%	1.44%	-7.31%	4.32%	-4.88%	
HANG SENG CHINA ENT INDX	China "H"	12,339.84	0.06%	0.58%	2.58%	16.58%	3.05%	71%
SHANGHAI SE COMPOSITE	China "A"	3,082.23	-0.30%	-3.49%	-4.31%	6.34%	-6.80%	81%
HANG SENG INDEX	HK	30,795.11	-0.50%	0.63%	0.75%	21.54%	1.21%	73%
Nifty 50	India	10,749.80	0.52%	3.35%	-2.71%	10.10%	1.53%	107%
JAKARTA COMPOSITE INDEX	Indonesia	5,983.51	-6.13%	-5.26%	-8.70%	-0.32%	-6.87%	72%
NIKKEI 225	Japan	22,467.87	-0.09%	1.97%	1.85%	19.05%	-1.30%	91%
KOSPI 200 INDEX	Korea	323.56	1.26%	1.25%	-0.94%	18.53%	-1.21%	103%
Laos Composite Index	Laos	922.02	-3.49%	-2.41%	-7.81%	-11.64%	-7.65%	32%
FTSE Bursa Malaysia KLCI	Malaysia	1,865.15	-1.86%	-1.53%	7.42%	16.87%	3.71%	86%
KARACHI 100 INDEX	Pakistan	45,661.83	0.67%	0.08%	7.50%	-16.59%	12.53%	105%
PSEI - PHILIPPINE SE IDX	Philippines	7,822.84	1.06%	-2.04%	-12.65%	-2.33%	-9.78%	87%
STRAITS TIMES INDEX STI	Singapore	3,623.87	-0.58%	3.27%	6.09%	18.97%	5.12%	81%
SRI LANKA COLOMBO ALL SH	Sri Lanka	6,531.06	-1.01%	-0.44%	-0.19%	-3.93%	2.54%	44%
TAIWAN TAIEX INDEX	Taiwan	10,657.88	-2.35%	-4.82%	-0.46%	9.28%	-0.84%	101%
STOCK EXCH OF THAI INDEX	Thailand	1,782.96	-1.87%	-0.99%	4.73%	24.51%	1.39%	87%
HO CHI MINH STOCK INDEX	Vietnam	1,050.26	-6.16%	-10.49%	6.51%	46.45%	6.71%	85%
Rest of the World								
MSCI ACWI	MSCI World	511.31	-0.28%	1.09%	-0.34%	12.16%	-0.34%	74%
MSCI EM	MSCI EM	1,156.30	-1.02%	-1.25%	-0.19%	18.03%	-0.19%	71%
MSCI Frontier Market Index	MSCI FM	2,965.09	-0.76%	-1.78%	-0.78%	13.96%	-0.78%	86%
DFM GENERAL INDEX	Dubai	3,055.39	-1.27%	-2.12%	-9.71%	-10.95%	-9.71%	110%
MSCI EM LATIN AMERICA	Latin America	3,011.67	-0.63%	-0.70%	6.49%	16.03%	6.49%	79%
ARGENTINA MERVAL INDEX	Argentina	30,006.35	-5.48%	-5.50%	-9.67%	7.78%	-0.20%	116%
MSCI BRAZIL	Brazil	2,177.47	-0.50%	-3.19%	7.64%	19.57%	7.64%	85%
CHILE STOCK MKT SELECT	Chile	5,690.48	-1.75%	2.31%	3.64%	30.00%	2.26%	70%
IGBC GENERAL INDEX	Colombia	12,421.57	-1.54%	8.63%	14.99%	28.51%	8.22%	
S&P/BMV IPC	Mexico	48,284.61	-0.90%	2.11%	2.98%	-0.57%	-2.17%	96%
Bolsa de Panama General	Panama	474.98	1.69%	3.54%	7.24%	13.18%	7.24%	71%
S&P/BVLPeruGeneralITRPN	Peru	21,410.30	-0.69%	3.73%	7.23%	38.15%	7.19%	93%
MSCI EFM AFRICA	Africa	955.60	-3.06%	-2.07%	-5.72%	14.78%	-5.72%	67%
EGYPT HERMES INDEX	Egypt	1,735.66	2.50%	4.61%	21.61%	55.21%	21.13%	111%
GSE Composite Index	Ghana	3,471.39	-0.87%	1.42%	35.78%	71.30%	34.56%	38%
Nairobi SE 20 Share	Kenya	3,723.30	-0.05%	-2.60%	3.10%	20.99%	0.31%	94%
MASI Free Float Index	Morocco	13,056.86	-0.25%	-1.04%	5.95%	21.70%	5.39%	53%
NIGERIA STCK EXC ALL SHR	Nigeria	41,245.36	1.05%	-0.78%	7.70%	39.97%	7.85%	67%
FTSE/JSE AFRICA TOP40 IX	South Africa	50,982.62	-2.91%	-0.96%	-3.86%	15.72%	-3.52%	59%
Global Style								
MSCI WORLD GROWTH INDEX	US	2,514.59	-0.36%	1.17%	1.47%	15.78%	1.47%	101%
MSCI WORLD VALUE INDEX	US	2,812.13	0.02%	1.67%	-2.21%	7.12%	-2.21%	100%
MSCI World Large Cap	US	1,280.79	-0.12%	1.46%	-0.44%	11.29%	-0.44%	100%
MSCI World Mid-Cap	US	1,384.63	-0.44%	1.18%	0.08%	12.10%	0.08%	101%
Average			-0.72%	0.37%	0.87%	13.78%	1.82%	87%
Top 25%			0.06%	2.34%	4.98%	19.27%	5.51%	96%
Bottom 25%			-1.23%	-1.52%	-4.09%	4.80%	-2.23%	76%

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FX (vs USD)			Return +ive=USD Stronger			
Name	BBG Code	Price	1 Week	MTD	YTD	1Y
DOLLAR INDEX SPOT	DX Index	91.55	1.36%	1.74%	-0.63%	-7.60%
USD-EUR X-RATE	USDEUR Curncy	0.82	1.29%	1.54%	-1.03%	-10.37%
Russian Ruble SPOT (TOM)	USDRUB Curncy	62.42	1.36%	8.48%	7.85%	9.06%
USD-TRY X-RATE	USDTRY Curncy	4.05	-0.84%	2.20%	6.59%	13.51%
USD-GBP X-RATE	USDGBP Curncy	0.73	1.62%	1.74%	-1.96%	-6.35%
Bloomberg JPMorgan Asia Dollar	ADXY Index	110.89	-0.29%	-0.73%	1.13%	5.28%
USD-AUD X-RATE	USDAUD Curncy	1.32	1.18%	1.46%	3.02%	-1.52%
USD-CNY X-RATE	USDCNY Curncy	6.34	0.59%	0.68%	-2.66%	-8.11%
USD-INR X-RATE	USDINR Curncy	66.48	0.38%	2.14%	4.13%	3.66%
USD-JPY X-RATE	USDJPY Curncy	109.23	1.28%	2.61%	-3.23%	-1.99%
USD-KRW X-RATE	USDKRW Curncy	1,067.72	-0.26%	0.66%	0.10%	-5.60%
USD-TWD X-RATE	USDTWD Curncy	29.59	0.37%	1.98%	-0.35%	-1.98%
USD-ARS X-RATE	USDARS Curncy	20.53	1.68%	1.91%	10.33%	33.27%
USD-BRL X-RATE	USBRL Curncy	3.46	1.32%	4.57%	4.39%	8.59%
USD-CLP X-RATE	USDCLP Curncy	606.20	1.68%	0.33%	-1.49%	-8.57%
USD-MXN X-RATE	USDMXN Curncy	18.63	0.43%	2.36%	-5.31%	-2.20%
USD-EGP X-RATE	USDEGP Curncy	17.66	-0.08%	0.24%	-0.41%	-2.00%
USD-NGN X-RATE	USDNGN Curncy	360.00	0.14%	0.28%	0.28%	18.15%
USD-ZAR X-RATE	USDZAR Curncy	12.36	1.99%	4.26%	-0.26%	-7.53%
Commodities			Return (USD)			
WTI CRUDE FUTURE Jun18	CLA Comdty	67.48	-0.44%	4.98%	13.39%	35.15%
BRENT CRUDE FUTR Jun18	COA Comdty	73.88	0.78%	7.64%	13.47%	41.74%
Baltic Dry Index	BDIY Comdty	1,361.00	6.25%	29.00%	-0.37%	20.02%
Natural Gas Futures	NG1 Comdty	2.77	1.17%	1.39%	-6.16%	-14.45%
Gold Spot \$/Oz	XAU Curncy	1,317.70	-0.92%	-0.12%	1.56%	4.67%
Silver Spot \$/Oz	XAG Curncy	16.42	-3.55%	0.87%	-2.52%	-4.36%
LME COPPER 3MO (\$)	LMCADSO3 Comdty	6,797.00	-2.79%	1.24%	-6.21%	19.41%
Government Bond Yields %			Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	2.49	0.03	0.22	0.60	1.23
US Generic Govt 5 Year Yield	USGG5YR Index	2.81	0.00	0.24	0.59	0.98
US Generic Govt 10 Year Yield	USGG10YR Index	2.97	0.00	0.22	0.55	0.66
Canadian Govt Bonds 10 Year No Mexico Generic 10 Year	GCAN10YR Index	2.32	-0.01	0.23	0.28	0.75
UK Govt Bonds 10 Year Note Gen	GMXN10YR Index	7.48	-0.02	0.15	-0.18	0.21
Switzerland Govt Bonds 10 Year	GUKG10 Index	1.45	-0.03	0.10	0.26	0.38
German Government Bonds 2 Yr B	GSWISS10 Index	0.10	-0.03	0.07	0.24	0.21
German Government Bonds 5 Yr O	GDBR2 Index	-0.57	-0.02	0.02	0.05	0.16
Germany Generic Govt 10Y Yield	GDBR5 Index	-0.03	-0.02	0.06	0.16	0.36
French Generic Govt 10Y Yield	GDBR10 Index	0.59	-0.02	0.07	0.14	0.28
Greece Generic Govt 10Y Yield	GTFRF10Y Govt	0.81	-0.01	0.08	0.01	-0.03
Italy Generic Govt 10Y Yield	GTGRD10Y Govt	3.90	-0.12	-0.39	-0.17	-2.41
Spain Generic Govt 10Y Yield	GBTGPR10 Index	1.76	-0.04	-0.04	-0.28	-0.50
Portugal Generic Govt 10Y Yield	GSPG10YR Index	1.28	-0.02	0.10	-0.31	-0.36
Australia Govt Bonds Generic Y	GSPT10YR Index	1.66	0.00	0.04	-0.29	-1.81
India Govt Bond Generic Bid Yi	GACGB10 Index	2.77	0.02	0.22	0.19	0.21
KCMP South Korea Treasury Bond	GIND10YR Index	7.77	0.05	0.37	0.44	0.82
Japan Generic Govt 10Y Yield	GVSK10YR Index	2.70	0.03	0.07	0.23	0.50
South Africa Govt Bonds 10 Year	GJGB10 Index	0.06	-0.01	0.01	0.01	0.03
	GSAB10YR Index	8.72				
Corporate Credit Indices			Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/23	ITRXEXE CBIL Curncy	271.66	-3.59	-13.60	39.10	2.98
MARKIT ITRX EUROPE 06/23	ITRXEBE CBIL Curncy	54.49	-0.40	-5.43	9.51	-12.46
MARKIT ITRX EUR SNR FIN 06/23	ITRXESE CBIL Curncy	56.46	-0.74	-9.27	12.41	-18.78
MARKIT ITRX EUR SUB FIN 06/23	ITRXEUE CBIL Curncy	113.40	-2.50	-16.49	8.22	-54.89
MARKIT CDX.NA.IG.30 06/23	IBOXUMAE CBIL Curncy	60.14	-0.32	-5.35	11.06	-3.35
MARKIT CDX.NA.HY.30 06/23	IBOXHYE CBIL Curncy	337.53	-2.70	-22.81	31.58	9.60
Implied Volatility (Equity Index)			Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	11.48	-0.22	-2.69	-2.18	-2.49
FTSE 100 500 3month ATM	UKX Index	10.14	-0.51	-3.10	0.75	-0.28
Hang Seng 3month ATM	HSI Index	16.93	0.46	-4.93	2.02	4.54
Nikkei 3month ATM	NKY Index	15.19	-0.35	-4.25	-0.33	0.81
S&P 500 3month ATM	SPX Index	13.96	-0.22	-3.41	4.03	3.93
Volatility (VIX)	VIX Index	15.41	-1.47	-4.56	4.37	5.05
Inflation (Long term inflation expectation proxy) %			Change (percentage points)			
US 5Y5YF Inflation Swap		2.46	-0.01	0.09	0.08	0.03
UK 5Y5YF Inflation Swap		3.41	-0.01	-0.02	-0.09	0.03
JPY 5Y5YF Inflation Swap		0.40	-0.01	-0.01	0.00	-0.01
EUR 5Y5YF Inflation Swap		1.75	0.01	0.03	-0.02	0.08
Economic Data Surprise (+ive/-ive = above/below expectations)						
Citi Economic Surprise Index	CESIAPAC Index	27.80				
Citi Economic Surprise Index -	CESICNY Index	45.80				
Citi Economic Surprise Index -	CESIEM Index	8.70				
Citi Economic Surprise Index -	CESIEUR Index	-83.40				
Citi Economic Surprise Index -	CESIG10 Index	-19.10				
Citi Economic Surprise - Japan	CESIJPY Index	-44.60				
Citi Economic Surprise Index -	CESILTAM Index	-34.90				
Citi Economic Surprise - Unite	CESIUSD Index	46.00				

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All performance data is weekly and in USD unless otherwise specified.

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