

GLOBAL MARKET UPDATE



29 MAY TO 4 JUNE: REMEMBER ME?

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Japan 3.32% , Denmark 3.19% , Germany 2.60%
	Bottom 3:	Norway -1.58% , Austria -0.80% , Luxembourg -0.64%
EMERGING	Top 3:	Turkey 3.46% , Hungary 3.06% , Egypt 2.43%
	Bottom 3:	Russia -2.65% , South Africa -1.87% , Brazil -1.71%
FRONTIER	Top 3:	Ukraine 6.23% , Venezuela 5.83% , Nigeria 4.53%
	Bottom 3:	Pakistan -7.76% , Namibia -1.91% , Qatar -1.21%

The oil price was under pressure again last week as OPEC's extension of output cuts (rather than an incremental reduction) and US production hitting the highest level since August 2015 (with a record 20th straight weekly increase in rigs), weighed on sentiment. More generally, the pick-up in inflation, which started in the middle of last year, has abated in recent weeks (the Eurozone experienced deflation on a 1-month basis from April to May). This creates a quandary for central banks - whether to respond to better global growth or keep their foot on the throttle to bring price pressures closer to target.

We expect the ECB this week to sit somewhere in the middle - overall dovish, but with some adjustment to their language. We also have James Comey testifying to Congress regarding Trump's involvement with Russia and the UK General Election on the same day as the ECB announcement (Thursday). Recent GBP weakness has priced a weakening in support for the Conservatives.

UNITED STATES

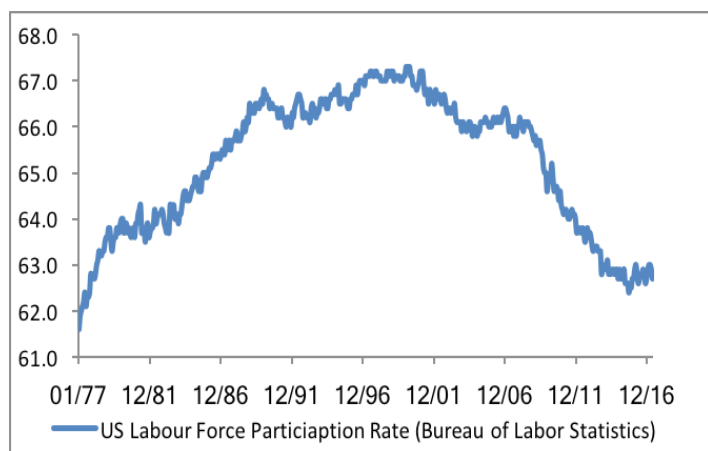
S&P 2,439 **+0.96%**, 10yr Treasury 2.16% **-8.74bps**, HY Credit Index 321 **-6bps**, Vix 10.07 **-0.06Vol**

As with European peers, **major US equity indices hit record highs last week, as bonds also rallied.** Indeed, the May employment report prompted a large leg lower in the US 10-year yield to a 7-month low at 2.15%. This meant a continuation of the yield curve "flattening" we have recently highlighted - the difference between 2 and 10 year yields is now only 93bps. The equity market/yield curve juxtaposition is interesting; bond markets implying limited scope for ongoing growth and/or inflation but stocks making hay whilst the sun shines. The strong asset price performance also pushed volatility measures lower, with the VIX falling back below 10%.

In terms of the employment report, the numbers were universally disappointing. Non-farm payrolls came in at 138,000 (compared to the consensus forecast at 182,000), with additional downward revisions to March and April (meaning the last 3-months has seen the slowest rate of job gains in 5 years). Unemployment did fall to a 16-year low at 4.3%, but this was largely because the participation rate dropped to 62.7%. Wage growth held firm at 2.5% YOY. Other data was mixed, although there are tentative signs that the gap between "soft" survey data and "hard" activity data is moderating - personal income data for April improved, whilst consumer confidence declined for the 2nd consecutive month. In aggregate, the releases are unlikely to have shifted the FED's intentions for next week's monetary policy meeting; the market now prices a 95% probability of a 15th June hike, with a 50% probability of a

further move before the end of the year.

Global data provides some explanation for the concurrent equity/bond market rallies. Namely, the strong growth impetus that started in mid-2016 is mostly continuing (boosting stocks), but the pick-up in inflation is proving short-lived (moderating expectations for rate hikes). In terms of the US, whilst we expect growth in Q2 to be a little better than Q1, we remain persuaded that momentum is better elsewhere. Moreover, the decline in the labour force participation rate highlights the longer-term structural problems facing the country. The proportion of the US population in or seeking employment has declined over the last 20 years from a high of 67.3% to today's 62.7% (not seen since the mid-1970s). Last, the tight labour market has the potential to stimulate increased wage growth over the next 12-months, which could bias the FED towards a faster rate of tightening. This was alluded to by the Dallas Fed Governor Kaplan on Friday, stating "there are dramatically more skilled job openings in the US than there are workers."



EUROPE

Eurostoxx 3,586 +1.19%, German Bund 0.29% -5.70bps, Xover Credit Index 248 -1bps, EURUSD 1.127 -0.88%

European data underscored the resilient growth/lower inflation trend with HICP inflation for the Eurozone in May coming in at -0.1% MOM (core inflation over the last 12 months running at 0.9%) but the manufacturing PMI confirmed at a bullish 57 (a 6-year high). The continued positive sentiment was reflected by investor positioning, with the **10th consecutive week of positive equity fund inflows**.

Away from the broad positive tone, **Greek and Italian government bonds moved lower** – Greek because of the impasse in funding discussions due to resume on the 15th June and Italian on the increased likelihood of electoral reform, which would both push forward the next election and increase the likelihood of an anti-establishment party victory.

It's only taken 9 years but apparently **Italy's oldest bank, Monte Paschi di Siena, will now be properly recapitalised**, after agreement in principle between Rome and its EU partners. The plan still requires the ECB to confirm the bank is solvent and for private investors to complete a purchase of the bank's non-performing loan portfolio. The capital deficit is unfortunately likely to have risen from the December estimate of EUR 8.8bn. A plan for Banca Popolare di Vicenza and Veneto Banca (two mid-sized Italian banks will similarly insolvent balance sheets) is also required.

Ahead of this week's general election, **UK data was consistent with a modestly softening economic outlook**. Lending data for April weakened marginally and the manufacturing PMI came in lower.

Israel left rates on hold at 0.10% for the 26th consecutive month. The central bank commented that it "intends to maintain the accommodative policy as long as necessary in order to entrench the inflation environment within the target range."

ASIA PACIFIC

HSCEI 1,058 +0.84%, Nikkei 2,017.00 + 3.32%, 10yr JGB 0.05% +0bps, USDJPY 110.470 -0.80%

The Chinese authorities announced a proposed amendment to the RMB daily fixing mechanism to incorporate a "counter-cyclical adjustment factor".

This would be expected to reduce the volatility of FX movements, though at the same time would be a step back in terms of China's previously articulated objectives to liberate the exchange rate as part of an overarching goal of increasing the role of market forces in the major spheres of the economy.

The concept announced on Friday would give policymakers greater scope to manage the exchange rate during periods of market volatility, and would perhaps have dampened the sharp movements we saw over the last two years had it been in place, after the mechanism was originally altered back in August 2015.

The theme of 'policy relapse' is becoming increasingly applicable to the Chinese authorities. Previously articulated desires to liberalise the exchange rate, reduce the role of state investment in driving economic growth and to cut back on fiscal spending, have all been torn up in the face of the economic teething problems witnessed in 2016, when the policy adjustments looked as though they could be putting the annual growth target at risk.

Depending on perspective, the Chinese authorities have either demonstrated an excellent ability to strategical evolve policy on an ongoing basis in order to smoothly manage an economy in transition, or, the government continue to avoid taking their medicine and undertaking proper restructuring, only making the inevitable period of hardship all the more painful. Upon reflection, we do not view these two as mutually exclusive.

Pakistan's stock market finished the week down 7.7%.

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after local institutional selling outweighed the foreign inflows associated with the country's upgrade from frontier to emerging market status effective from 1st June.

Given that the market had already run up 46% in USD terms in 2016, the impact of the MSCI upgrade appears to have been fully priced in ahead of time. The effects were no doubt exacerbated by the ongoing investigation into the personal finances of Prime Minister Sharif's family and the recent trends in the current account and foreign exchange reserves, both of which pointing towards a less certain external balance.

China official NBS manufacturing PMI remained unchanged in May at 51.2, slightly ahead of consensus and equal to April's print. The official non-manufacturing PMI increased to 54.5 in May from 54.0 last month, on the back of higher services output.

India's GDP growth for Q1 2017 came in at 6.1% YoY, which was below expectations and a deceleration from the 7% growth rate seen in the previous quarter.

Much of the deceleration can be attributed to the aftereffects of demonetisation washing through the numbers. This can be seen at the sector breakdown, with the agricultural sector weakening the most and being the hardest impacted by demonetisation, owing to the rural economy's cash centrism.

Nominal GDP growth actually accelerated to a three year high in Q1 to 12.5% YoY, but this was counteracted by an unexpected increase in the GDP deflator to 6%, from a level around 3% for the last three quarters.

In our view, India is now closing the door on the impacts of demonetisation as the economy completes its adjustment period. We most certainly see these weaker growth numbers as a short-term blip, rather than as the beginning of a cyclical slowdown.

In the Philippines, the lower house of parliament passed an important piece of tax reform, which once implemented will raise the take home pay of 98% of tax payers. Tax on sugary drinks, autos and high-income earners will balance out the budget impact.

This represents an important win for President Duterte, who admitted himself that economic policy is not his strong point. Further phases of tax reform are expected over the coming year, the passage of which will continue to test the President's ability to execute policies beyond crime and security.

LATIN AMERICA

MSCI Lat Am 2,546 **-1.59%**

Brazil's economy grew 1% QOQ in 1Q17, the first quarterly gain after 8 consecutive quarters of contraction. This officially marks the end of the recession in Brazil. This good performance however hides a less encouraging picture as 70% of this growth came from agriculture, which rose 13.4%.

Brazil's unemployment rate stabilised at 13.6% in April (vs. 13.7% in March but 11.2% a year ago).

Brazil's central bank cut the SELIC interest rate by 100bps to 10.25%. Despite the ongoing political crisis and resulting uncertainty about the reforms, the BCB opted for this sizable cut as inflation remains subdued and the economy continues to recover very slowly.

Brazil's fiscal and current account balances are improving quickly:

- The central government posted a primary deficit of BRL 5.6Bn in 4M17, down from BRL 8.2Bn in 4M16. In the 12 months to April, the primary deficit declined to 2.29% from 2.34% of GDP in the previous month. However, the nominal deficit totalled 9.18% of GDP in the last 12 months and the social security reform is the main key to stabilising the debt trajectory. The net public debt remained stable at 47.7% of GDP.
- The trade balance posted a surplus of USD 7.7Bn in May and USD 29.0Bn in 5M17 (vs USD 19.7Bn in 5M16), as exports surged 18.5% (mainly due to higher commodity prices) and imports rose only 8.4% (recovering due to the stronger FX and gradual improvement in economic activity)

Mexico's 12-month rolling primary deficit narrowed to MXN 22Bn (0.1% of GDP) in April. The public sector nominal deficit widened to MXN 538.4Bn (2.6% of GDP). Net debt and gross debt fell to 45% of GDP and 48.1% of GDP, respectively.

In a rare harmony, seeing the two largest Latin America economies on the path of fiscal consolidation is good news for the whole asset class.

AFRICA

MSCI Africa 872 **-1.79%**

Since the November devaluation, Egypt received USD 25Bn inflows, of which about USD 7 billion comprise foreign investments in Egyptian treasuries and equities.

Egypt's equity market has received USD 734mn net foreign institutional inflows since the float or 2% of its market capitalization.

These flows have accelerated since the 200bps rate hike as the carry trade became more attractive. This bodes well for the currency and for equity market returns.

Egypt's trade deficit fell 48% YOY to USD 8.5Bn in 4M2017, on the back of non-oil exports growing 14% YOY to USD 7.4Bn and a 30% YOY drop in imports to USD 15.9Bn in 4M2017.

SA unemployment hit a 14-year high at 27.7% (a level last seen in 2003), as a result of low economic growth, an inflexible labour market and sluggish business confidence. More structurally, a lack of reforms prevents SA from

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creating a more inclusive growth. Almost 50% of the youth (20-24 year-olds) are unemployed.

South Africa's trade balance recorded a surplus of ZAR 5.1Bn in April. Exports contracted 0.1% YOY and imports contracted 5.8% YOY. Cumulatively YTD (January – April) the trade balance has recorded a ZAR 9.89Bn surplus compared to R26.39bn deficit recorded over the same period in 2016.

The adjustment mechanism through the FX is working. Following a sub-par growth period and an adverse external environment (low commodity prices and a severe drought), the ZAR depreciated and the trade balance is bouncing (helped by higher commodity prices). Next, the industrial cycle should kick in and lastly the consumer should benefit from the cyclical recovery.

Fitch maintained South Africa's BB+ rating with a stable outlook, citing the usual concerns around contingent liabilities, SOE governance & business confidence.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
ISM non-manufacturing index (MAY)	Mon/05	57.0
EUROPE		
Eurozone PMI (MAY)	Mon/05	56.8
UK PMI (MAY)	Mon/05	55.5
Eurozone retail sales (APR) % YOY	Tue/06	2.1
Hungary GDP (Q1) % YOY	Wed/07	4.1
Poland rate decision %	Wed/07	1.5
ECB rate decision %	Thu/08	0.0
Eurozone GDP (Q1) % QOQ	Thu/08	0.5
UK general election	Thu/08	
UK trade balance (APR) GBP Bn	Fri/09	-3.5
ASIA PACIFIC		
Australia rate decision %	Tue/06	1.5
Australia GDP (Q1) % YOY	Wed/07	1.6
China FX reserves (MAY) USD Bn	Wed/07	3045
Japan BoP current account (APR) nsa JPY Bn	Thu/08	1720
Japan GDP (Q1) % QOQ	Thu/08	2.4
China trade balance (MAY) USD Bn	Thu/08	47.8
Japan M3 (MAY) % YOY	Fri/09	3.6
China CPI (MAY) % YOY	Fri/09	1.5
LATIN AMERICA		
Peru rate decision %	Thu/08	3.75
Brazil inflation (MAY) % MOM	Fri/09	0.52

GLOBAL MARKET DATA

29 MAY TO 4 JUNE

Market Summary

Data: Last Calendar Week

Equities				Return (USD)				YTD (Local)	Price/Book
Name	BGG Code	Country	Price	1 Week	MTD	YTD	1Y		
North America									
S&P 500 INDEX	SPX Index	US	2,439.07	0.96%	1.13%	8.94%	15.86%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,405.39	1.67%	2.57%	3.56%	20.06%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	6,305.80	1.54%	1.73%	17.14%	26.84%		4.1
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,442.75	0.00%	0.81%	0.74%	5.96%		1.8
S&P 500 FINANCIALS INDEX	S5FINL Index	US	388.41	-0.76%	0.82%	0.49%	21.11%		1.3
S&P 500 CONS DISCRET IDX	S5COND Index	US	732.96	1.53%	1.27%	13.14%	16.15%		5.2
S&P 500 INFO TECH INDEX	S5INFT Index	US	979.69	1.34%	1.33%	21.26%	34.07%		5.1
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	893.13	2.07%	1.78%	12.07%	6.80%		3.9
S&P 500 ENERGY INDEX	S5ENRS Index	US	476.67	-2.22%	-0.53%	-14.04%	-3.84%		1.8
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,439.07	0.96%	1.13%	8.94%	15.86%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	582.73	1.22%	1.18%	8.30%	20.28%		4.7
S&P 500 CONS STAPLES IDX	S5CONS Index	US	587.79	1.30%	1.07%	10.53%	8.06%		5.7
S&P 500 UTILITIES INDEX	S5UTIL Index	US	274.03	1.67%	0.86%	11.02%	10.15%		2.1
S&P 500 MATERIALS INDEX	s5MATR Index	US	337.11	1.66%	1.46%	7.99%	13.86%		3.9
S&P 500 TELECOM SERV IDX	S5TELS Index	US	159.62	2.33%	0.54%	-9.62%	-3.96%		2.7
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,586.48	1.19%	1.34%	16.64%	19.60%	9.16%	1.6
CAC 40 INDEX	CAC Index	France	5,329.15	0.96%	1.43%	17.43%	20.87%	9.89%	1.6
DAX INDEX	DAX Index	Germany	12,822.94	2.60%	1.95%	19.34%	26.90%	11.69%	1.8
Athex Composite Share Pr	ASE Index	Greece	786.57	1.90%	1.76%	30.58%	24.31%	22.21%	0.7
FTSE MIB INDEX	FTSEMIB Index	Italy	20,833.78	-0.51%	1.24%	16.26%	18.99%	8.81%	1.1
AEX-Index	AEX Index	Netherlands	525.68	0.59%	0.80%	16.49%	18.89%	9.02%	1.8
PSI All-Share Index GR	BVLX Index	Portugal	2,916.48	2.62%	0.62%	24.26%	18.76%	16.29%	1.3
MICEX INDEX	INDEXCF Index	Russia	1,886.04	-2.65%	-0.77%	-8.85%	17.69%	-15.71%	0.7
IBEX 35 INDEX	IBEX Index	Spain	10,876.50	0.85%	0.53%	24.61%	22.99%	16.61%	1.5
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,642.95	1.33%	1.13%	14.26%	16.84%	8.53%	2.4
SWISS MARKET INDEX	SMI Index	Switzerland	9,043.96	1.08%	0.69%	16.05%	13.14%	10.03%	2.5
BIST 100 INDEX	XUI00 Index	Turkey	99,000.58	3.46%	1.86%	26.99%	8.81%	26.53%	1.3
FTSE 100 INDEX	UKX Index	UK	7,552.60	0.69%	0.32%	10.28%	8.90%	5.67%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	624.48	0.55%	0.97%	21.41%	26.13%	21.41%	1.6
S&P/ASX 200 INDEX	AS51 Index	Australia	5,754.87	0.54%	1.12%	5.27%	12.83%	2.16%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,041.21	0.24%	0.59%	8.78%	11.33%	11.70%	-
HANG SENG CHINA ENT INDX	HSCEI Index	China "H"	10,582.84	0.84%	0.62%	12.99%	21.50%	13.53%	1.0
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,091.66	0.56%	-0.26%	1.97%	2.56%	0.06%	1.7
HANG SENG INDEX	HSI Index	HK	25,831.72	1.14%	1.05%	17.27%	23.96%	17.83%	1.3
Nifty 50	NIFTY Index	India	9,675.55	1.08%	0.71%	24.72%	22.95%	17.93%	2.9
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,756.09	0.56%	0.15%	10.40%	21.74%	8.42%	2.4
NIKKEI 225	NKY Index	Japan	20,170.82	3.32%	2.87%	11.46%	19.91%	5.56%	1.8
KOSPI 200 INDEX	KOSPI2 Index	Korea	307.33	0.33%	1.10%	27.65%	33.76%	18.39%	1.1
Laos Composite Index	LSXC Index	Laos	1,025.86	0.67%	-1.52%	0.02%	-11.54%	0.37%	0.9
FTSE Bursa Malaysia KLCI	FBMCLCI index	Malaysia	1,787.00	-0.04%	0.85%	13.44%	5.70%	8.24%	1.8
KARACHI 100 INDEX	KSE100 Index	Pakistan	49,960.09	-7.76%	-4.02%	1.12%	31.58%	1.57%	2.0
PSEI - PHILIPPINE SE IDX	PCOMP Index	Philippines	8,001.38	1.54%	1.83%	16.05%	-0.04%	15.60%	2.5
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,238.17	0.64%	1.03%	17.79%	15.34%	12.47%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,682.56	-0.20%	0.39%	5.46%	-0.59%	7.40%	1.4
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	10,226.84	0.81%	1.18%	18.07%	28.57%	9.72%	1.7
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,571.15	-0.14%	0.37%	6.98%	15.21%	1.60%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	742.56	-0.55%	0.12%	11.40%	17.10%	11.12%	2.2
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	469.35	1.04%	1.20%	11.26%	16.61%	11.26%	2.3
MSCI EM	MXEF Index	MSCI EM	1,015.08	-0.19%	0.97%	17.72%	25.42%	17.72%	1.7
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,738.36	0.86%	1.07%	13.23%	8.59%	13.23%	1.9
DFM GENERAL INDEX	DFMGI Index	Dubai	3,292.19	0.74%	0.37%	-5.07%	2.72%	-5.07%	1.2
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,545.73	-1.59%	0.53%	8.76%	23.42%	8.76%	1.8
ARGENTINA Merval INDEX	MERVAL Index	Argentina	22,518.99	0.80%	0.63%	31.14%	52.53%	33.11%	0.7
MSCI BRAZIL	MXBR Index	Brazil	1,726.78	-2.11%	-0.29%	3.29%	33.72%	3.29%	1.5
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,899.28	0.50%	1.25%	18.09%	28.65%	18.02%	1.6
IGBC GENERAL INDEX	IGBC Index	Colombia	10,681.45	-0.11%	0.88%	9.71%	18.26%	5.69%	-
MEXICO IPC INDEX	MEXBOL Index	Mexico	49,317.38	-1.69%	1.01%	19.48%	8.11%	8.05%	2.7
Bolsa de Panama General	BVPSBVPS Index	Panama	423.56	0.52%	-0.69%	2.43%	8.53%	2.48%	2.1
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	15,910.60	-0.93%	-0.53%	4.74%	19.90%	2.21%	1.6
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	78,140.22	5.83%	3.60%	143.17%	396.73%	146.46%	6.1
MSCI EFM AFRICA	MXFMEAF Index	Africa	872.34	-1.79%	2.30%	13.38%	18.39%	13.38%	2.5
EGYPT HERMES INDEX	HERMES Index	Egypt	1,206.06	2.43%	1.45%	11.60%	-14.58%	10.80%	1.9
GSE Composite Index	GGSECI Index	Ghana	1,918.94	-0.18%	-0.27%	12.29%	-1.03%	13.61%	1.8
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,473.19	0.80%	0.84%	8.03%	-10.84%	9.01%	2.1
MASI Free Float Index	MOSENEW Index	Morocco	11,615.28	0.70%	0.50%	3.71%	18.70%	-0.25%	2.5
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	31,371.63	4.53%	3.00%	13.13%	-29.32%	16.73%	1.4
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	46,331.14	-1.87%	1.37%	13.68%	18.41%	5.97%	2.1
Average				0.62%	0.87%	13.59%	20.67%	12.66%	
Top 25%				1.33%	1.30%	17.35%	22.34%	15.77%	
Bottom 25%				-0.07%	0.53%	7.49%	8.56%	5.69%	

GLOBAL MARKET DATA (CONTD.)

29 MAY TO 4 JUNE

FX (vs USD)				Return +ive=USD Stronger			
Name	BBG Code	Country	Price	1 Week	MTD	YTD	1Y
DOLLAR INDEX SPOT	DXY Index	USD Index	96.75	-0.75%	-0.21%	-5.38%	1.20%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.89	-0.88%	-0.35%	-6.76%	-1.16%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	56.68	0.24%	-0.17%	-8.04%	-15.36%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.50	-1.93%	-0.53%	-0.40%	19.00%
USD-GBP X-RATE	USDGBP Curncy	UK	0.78	-0.64%	-0.01%	-4.26%	11.89%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	106.50	0.35%	0.16%	3.39%	0.12%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.34	0.06%	-0.16%	-3.21%	-2.87%
USD-CNY X-RATE	USDCNY Curncy	China	6.80	-0.84%	-0.30%	-2.17%	3.25%
USD-INR X-RATE	USDINR Curncy	India	64.34	-0.43%	-0.31%	-5.45%	-4.47%
USD-JPY X-RATE	USDJPY Curncy	Japan	110.47	-0.84%	-0.34%	-5.64%	1.41%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,117.94	-0.04%	-0.12%	-7.37%	-5.77%
USD-TWD X-RATE	USD TWD Curncy	Taiwan	30.07	-0.02%	0.04%	-7.02%	-7.67%
USD-ARS X-RATE	USDARS Curncy	Argentina	16.04	0.18%	-0.35%	1.07%	15.32%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.25	-0.46%	0.56%	-0.30%	-9.72%
USD-CLP X-RATE	USDCLP Curncy	Chile	670.25	-0.36%	-0.45%	-0.10%	-2.86%
USD-MXN X-RATE	USDMXN Curncy	Mexico	18.43	0.91%	0.30%	-9.90%	0.02%
USD-EGP X-RATE	USDEGP Curncy	Egypt	18.11	-0.50%	-0.50%	-0.68%	102.75%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	314.75	2.96%	0.70%	2.89%	62.81%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	12.75	-0.48%	-2.08%	-6.61%	-17.73%
Commodities				Return (USD)			
WTI CRUDE FUTURE Jul17	CLA Comdty	US	48.01	-4.30%	-1.37%	-16.03%	-7.99%
BRENT CRUDE FUTR Aug17	COA Comdty	UK	50.24	-4.88%	-1.60%	-15.08%	-5.58%
BALTIC DRY INDEX	BDIY Comdty		830.00	-8.99%	-5.47%	-13.63%	36.96%
Natural Gas Futures	NG1 Comdty		3.03	-7.32%	-2.34%	-19.47%	24.70%
Gold Spot \$/Oz	XAU Curncy		1,281.45	0.97%	0.81%	11.02%	5.64%
Silver Spot \$/Oz	XAG Curncy		17.55	1.17%	1.28%	10.28%	9.78%
LME COPPER 3MO (\$)	LMCADS03 Comdty		5,665.00	0.13%	-0.30%	2.34%	23.23%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.29	-0.01	0.01	0.10	0.40
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.72	-0.07	-0.03	-0.21	0.37
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.16	-0.09	-0.04	-0.29	0.36
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.40	-0.05	-0.02	-0.32	0.15
Mexico Generic 10 Year	GXMN10YR Index	Mexico 10yr	7.27	-0.05	-0.07	-0.16	1.08
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.05	0.03	-0.01	-0.20	-0.31
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.18	-0.05	-0.01	0.01	0.21
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.71	-0.04	-0.01	0.04	-0.21
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.44	-0.05	-0.02	0.08	-0.07
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.29	-0.06	-0.03	0.07	0.16
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	0.72	-0.05	-0.02	0.03	0.24
Greece Generic Govt 10Y Yield	GTRGR10Y Govt	Greece 10yr	5.98	0.08	-0.03	-1.03	-1.22
Italy Generic Govt 10Y Yield	GBTTPGR10 Index	Italy 10yr	2.26	0.16	0.06	0.45	0.89
Spain Generic Govt 10Y Yield	GSPGI0YR Index	Spanish 10yr	1.57	0.03	0.02	0.19	0.09
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	3.05	-0.11	-0.02	-0.73	-0.13
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.39	0.00	0.02	-0.35	0.15
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.64	-0.03	-0.04	0.11	-0.86
KCMP South Korea Treasury Bond	GYSK10YR Index	Korea 10yr	2.20	-0.04	-0.04	0.11	0.44
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.05	0.01	0.01	0.01	0.16
South Africa Govt Bonds 10 Yea	GSAB10YR Index	SA 10yr	8.41	-0.06	-0.15	-0.48	-0.87
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/22	ITRXEXE CBIL Curncy	EUR XOVER	247.75	-1.07	-3.93	-39.87	-71.01
MARKIT ITRX EUROPE 06/22	ITRXEBE CBIL Curncy	EUR MAIN	62.04	0.44	-0.38	-10.08	-12.49
MARKIT ITRX EUR SNR FIN 06/22	ITRXESE CBIL Curncy	EUR SNR FIN	70.61	3.73	0.63	-23.23	-23.89
MARKIT ITRX EUR SUB FIN 06/22	ITRXEUE CBIL Curncy	EUR SUB FIN	158.27	6.98	0.69	-63.41	-45.88
MARKIT CDX.NA.IG.28 06/22	IBOXUMAE CBIL Curncy	US IG	59.81	-2.61	-2.39	-7.65	-17.76
MARKIT CDX.NA.HY.28 06/22	IBOHYSE CBIL Curncy	US HY	321.47	-5.93	-8.67	-34.94	-117.86
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	13.06	-0.31	-0.77	-4.79	-8.10
FTSE 100 500 3month ATM	UKX Index	UK	10.61	0.38	-0.42	-2.37	-6.19
Hang Seng 3month ATM	HSI Index	HK	12.46	0.30	0.12	-3.73	-8.03
Nikkei 3month ATM	NKY Index	Japan	13.63	-0.25	0.67	-5.60	-10.78
S&P 500 3month ATM	SPX Index	US	9.59	-0.11	-0.32	-3.88	-3.55
Volatility (VIX)	VIX Index	US	10.07	-0.06	-0.66	-4.29	-3.88
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.21	-0.03	-0.03	-0.22	0.20
UK 5Y5YF Inflation Swap		GBP	3.41	0.02	0.02	-0.15	0.39
JPY 5Y5YF Inflation Swap		JPY	0.40	0.01	0.00	-0.15	0.14
EUR 5Y5YF Inflation Swap		EUR	1.58	0.01	0.01	-0.17	0.11
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	0.30				
Citi Economic Surprise Index -	CESICNY Index	China	18.30				
Citi Economic Surprise Index -	CESIEM Index	EM	10.70				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	43.60				
Citi Economic Surprise Index -	CESIG10 Index	G10	2.00				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	32.10				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	33.30				
Citi Economic Surprise - Unite	CESIUSD Index	US	-40.90				

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