

GLOBAL MARKET UPDATE



31 JULY TO 6 AUGUST: GOLDBLOCKS KEEPS THE BEARS AT BAY

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Italy 2.47% , Portugal 1.67% , France 1.52%
	Bottom 3:	Canada -0.87% , Australia -0.43% , Singapore -0.38%
EMERGING	Top 3:	Brazil 2.93% , Hungary 2.74% , China "H" 2.17%
	Bottom 3:	Philippines -1.39% , South Africa -1.25% , South Korea -0.80%
FRONTIER	Top 3:	Venezuela 30.63% , Tunisia 3.04% , Jamaica 2.92%
	Bottom 3:	Nigeria -11.66% , Israel -3.52% , Botswana -2.17%

This week, the Czech central bank became the first to raise rates in the EU since Jean-Claude Trichet's much lambasted hike in the midst of the sovereign debt crisis of 2011. Of course, the US is already 18-months into a rate increase cycle. However, the pace has been lethargic as low inflation has persisted despite an economy appearing to be at full capacity. As we have highlighted, something appears to have structurally changed with labour markets; the UK, Japan and the US are all near estimates of full employment, but are producing only modest wage growth.

For Europe, the ECB's job is, as always, complicated. There is a great divide, with German unemployment at the lowest since reunification (3.8%), but Eurozone wide unemployment still high at 9.3%. This reflects double digit jobless rates in southern Europe (for example 21.7% in Greece and 17.1% in Spain) and for youth (18.9%). Meanwhile, across emerging markets declining inflation is allowing central banks to cut rates (India last week and much of Latin America over recent months).

In aggregate, monetary policy remains extremely accommodative from a global perspective.

UNITED STATES

S&P 2,477 **+0.19%**, 10yr Treasury 2.27% **-2.69bps**, HY Credit Index 322 **-1bps**, Vix 10.19 **-0.26Vol**

Last week saw a raft of US data, with the August employment report the highlight. **The headline payrolls number came in ahead of expectations (209k vs 180k expected)**, whilst the unemployment rate ticked down to 4.3% (from 4.4%) and wage growth maintained its 2.5% YOY rate of increase. Other data was modestly weaker than expected with ISM manufacturing and non-manufacturing, Chicago PMI, construction spending and vehicle sales all missing consensus forecasts.

Wage growth has failed to accelerate as much as its historical relationship with the unemployment rate suggests it should. Nonetheless, the jobs report was good enough to keep the FED on track to announce a tapering of their QE programme in September. The Jackson Hole Economic Symposium on the 24-26th August may shed more light.

Q2 Corporate results season is now 75% **complete and earnings are running +10.1% YOY (vs +6.4% expected)**, albeit this growth rate declines around 2 percentage points stripping out the energy sector. Last week, the Dow Jones Industrial Average hit another all-time high, continuing its strong recent out-performance over other major indices, which were flat or declined. Actually, the S&P 500 has now

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gone 12 successive days moving less than 0.3% in absolute terms, a new record which continues this year's trend of hyper-low volatility.

In political news, Donald Trump is backing a bill that would reduce immigration by 41% in its first year by shifting approvals towards education, skills and language over family ties. He also reluctantly signed legislation imposing sanctions on Russia (knowing that he would be overruled by Congress if he failed to do so). However, a planned speech on Friday to target China's intellectual and trade practices was postponed. Elsewhere, Special Counsel Robert Mueller investigation into Russia's interference in the 2016 elections ratcheted up a notch after he impanelled a grand jury in Washington.

EUROPE

Eurostoxx 3,514 +1.26%, German Bund 0.48% -7.40bps, Xover Credit Index 231 -4bps, EURUSD 1.180 -0.20%

European equities out-performed last week. Indeed, **European corporate earnings have out-paced those in the US** for Q2, with a YOY earnings growth rate of 11% (excluding energy). July inflation data was largely in line, the core measure at 1.2% YOY – still well below the ECB's 2% target.

Despite ushering in a surge in business confidence and renewed vigour in French economic data, **new President Emmanuel Macron's popularity ratings have tumbled** since his inauguration. The Ifo polling agency summarised his decline in support by "Apart from Jacques Chirac in July 1995, a newly elected president has never seen his popularity rate falling as quickly during the summer after the election... some people are starting to get the feeling that he is an exceptional charmer and a communicator but whose Hollywood-like style of communicating is actually an instrument to bring in austerity policies."

In the UK, the July PMIs came out better than expected with "new export orders" registering their second highest reading on record. This is a consequence of the weak GBP, which came under further pressure last week after the Bank of England voted 6-2 to leave rates unchanged and Mark Carney delivered a dovish press conference. In particular, he commented that uncertainty from Brexit could impair investment and therefore short and longer-term growth. Relatedly, the bank revised down its estimate for GDP growth for this year to 1.7%.

The Czech Republic became the first country in the EU to raise rates in this cycle, after shifting its main policy rate from 0.05% to 0.25%. Further action is likely to be related to whether the ECB chooses to taper its asset purchases later this year.

ASIA PACIFIC

HSCEI 1,106 +2.17%, Nikkei 2,005.00 -0.01%, 10yr JGB 0.07% 0bps, USDJPY 110.750 +0.00%

China's official Manufacturing and Non-Manufacturing PMIs moderated in July, though remained above 50. The official NBS Manufacturing figure fell from 51.7 to 51.4, while

the Non-Manufacturing gauge moved down from 54.9 to 54.5. Both readings were slightly below expectations. The key output sub-indices weakened, while the price indicators suggested some inflationary pressures creeping in to the data. **The unofficial Caixin data, conversely, showed a slight incremental strengthening** month on month, with the Manufacturing PMI at 51.1 in July vs. 50.4 in June.

Our core view on the Chinese economy remains unchanged, with strong growth and unchanged policy expected through to year end.

After CPI inflation dropped to 1.5% YOY in June, **the Reserve Bank of India cut interest rates by 25bps to 6.00% at the August meeting.**

The MPC's decision was split, with dissenters covering a range of positions, from advocating to leave rates on hold to one voter suggesting a larger 50bps cut was necessary. The outcome was well expected by the market, with inflation now steady at sub-2% levels and GDP growth coming in below expectations at 6.1% YOY last quarter. These factors had also culminated in significant pressure from the Finance Ministry on the RBI to cut rates to give a lift to the economy. At the back of the minds of the MPC members who voted for a rate cut may also have been the recent strength of the rupee, with the INR having appreciated 6% against the dollar year to date, and the implications this has for net exports and global competitiveness.

Despite the latest cut, India still has some of the highest real rates in emerging markets of ~400bps. This represents a significant transformation over the last decade, during which time inflation touched double digit levels. Whilst proponents of central bank orthodoxy may hold India up as an example of the type of macroeconomic stability that can be facilitated by a well-executed inflation targeting framework, others would argue that India now finds itself with excessively high interest rates at a time when allowing the economy to run hotter at a higher growth rate would seem appropriate. We would comment that without a credible counterfactual to call on, that is, the scenario India would now be in had rates not been kept at these higher levels over the last 3-4 years, that it would be unfair to discredit the positive effects that inflation targeting has had on the Indian economy up to this point. The more pertinent question, however, is whether more aggressive rate cuts are appropriate over the next year or so, given the current trajectory. In our view, the RBI would do well to seize the opportunity presented by a sub-US\$60 oil price and consecutive healthy monsoon rains, in order to cut rates further and create additional growth. From recent public comments, it is also clear that the Indian Finance Ministry takes a similar view.

Weaker activity data for India in July adds to this view.

Services PMI tumbled from 53.1 in June to 45.9 in July, while Manufacturing PMI dropped from 50.9 to 47.9. Whilst the implementation of the Goods and Services Tax unquestionably accounts for the majority of the deterioration, and will prove to be transient, these data points still add to the case for lower rates to boost growth.

Inflation in Korea picked up slightly in July (2.2% vs 1.9% in June). Elsewhere in Asia, price pressure remained absent

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in Thailand (CPI at 0.48% YOY) while headline inflation in Indonesia softened from 4.4% YOY in June to 3.9% YOY in July.

LATIN AMERICA

MSCI Lat Am 2,778 +1.18%

Brazil's president Temer saw the Lower House reject a request filed by the Public Prosecutor's Office (PGR) to indict him on corruption charges. While the opposition needed 342 votes to indict Temer, only 227 deputies voted against the president.

This vote will allow the government to set aside the PGR, move on and focus on the social security reform again. The most likely scenario is that this reform will have to be watered-down and only a light version of it will be able to gather the 308 votes necessary in Congress.

Brazil's unemployment rate shows signs of stabilisation.

It came in at 13% in June, the 3rd consecutive month of decline. However, looking at the details, the quality of employment contrasts with the good headline as this gain was mainly due to an increase in employment in the informal sector and of self-employed workers.

These are the first signs that the deterioration in the labour market has come to an end. However, the recovery will be very slow.

Brazil's consolidated primary deficit accumulated over 12 months to June widened to 2.6% of GDP from 2.5% in May.

Achieving the primary deficit target of BRL 142Bn this year remains challenging. The nominal deficit remained high (at 9.5% of GDP over 12 months), the net public debt climbed to 48.7% from 48.1% of GDP, as the gross public debt rose to 73.1% from 72.5% of GDP and the government's net external assets (mainly FX reserves) rose to 15.7% from 15.3% of GDP.

The nominal deficit to GDP ratio should improve as inflation and interest rates are falling. These data points reinforce the extreme importance of reforms to reverse the structural trend of fiscal deterioration. The debt trajectory remains sustainable for the foreseeable future as long as the fiscal ceiling constitutional rule voted in 2016 is strictly followed. This fiscal ceiling prevents public sector's expenditure rising in real terms. However, this rule is not sustainable without a reform of the Social Security.

Peru's 1H17 exports rose by 27.8% YOY to USD 20.1Bn, due to more shipments of minerals, fishmeal and natural gas.

AFRICA

MSCI Africa 866 -2.96%

The Nigerian Manufacturing PMI data indicates an expansion in the economy for the fourth consecutive month; July PMI stands at 54.1 from 52.9 in June 2017 with production level, new orders, supplier delivery time, employment level and raw materials inventory growing at a faster rate. Similarly, non-manufacturing PMI grew for the third consecutive month to 54.4 in July (from 54.2 in June), driven by new orders, employment level and inventory

growing at a faster rate but business activity grew at a slower rate vs. June 2017.

On exchange rate convergence, **the Nigeria Central Bank (CBN) asked lenders this week to publish quotes reflecting trades in the Importer & Exporter (I&E) Window.** The implication is that the CBN understands that the I&E window more accurately reflects where the naira should trade, which is positive. Markets are however still left with the official rate at 305 Naira for government transactions, and there are still many other rates including NIFEX and NAFEX, though data providers are now presenting the NAFEX.

While the central bank's intervention in providing liquidity though the sale of FX to importers and SMEs is achieving some results, Nigerian country risk remains high; CBN accounts for over 30% of the supply in the FX I&E Window, exchange rate is still not totally market-determined rate, there are significant fiscal constraints with 100% of intake spent on recurring expenses and all capex in the 2017 budget to be funded with borrowing, and over-reliance on oil and keys states (for example Lagos accounts for 55% of VAT revenue while the other 45% is generated from the remaining 35 states).

In Egypt, international reserves surged to USD 36Bn at the end of July 2017, an increase of USD 4.7Bn from June, owing to the disbursement of the second tranche of the IMF loan worth (USD 1.25Bn) and stronger foreign inflows (Egypt received about USD 8.7Bn in FDI in the fiscal year ended June 30 and is expected to top its USD 10Bn target this year). With import coverage rising to 7.1x months (compared to a low of 3.1x in June 2013), the government is better positioned to service its outstanding USD liabilities.

In South Africa, **the Absa PMI declined by 3.8 points to 42.9 in July.** All five of the major PMI sub-indices weakened with the business activity index under most pressure, declining by 6.1 points to 39.3.

This further contraction in the manufacturing sector highlights the soft demand conditions and low consumer and business confidence in South Africa. Further, there are additional headwinds for the broader economy with reports of AngloGold, Pick n Pay, JSE and Sibanye planning to cut jobs, and policy uncertainty. The recent 25bps reduction in repo rate is expected to boost demand, though against the current set of uncertainties, any impact will be marginal.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
CPI Inflation (JUL) % YOY	Fri/11	1.8
EUROPE		
Germany Industrial production (JUN) % YOY	Mon/07	3.7
Russia FX reserves (JUL) Bn USD	Mon/07	415
Germany trade balance (JUN) Bn EUR	Tue/08	23.9
France industrial production (JUN) % YOY	Thu/10	3.1
UK industrial output (JUN) % YOY	Thu/10	-0.2
UK trade balance (JUN) Bn GBP	Thu/10	-2.4
Germany CPI (JUL) % YOY	Fri/11	1.7
Russia GDP (Q2) % YOY	Fri/11	1.5
ASIA PACIFIC		
China FX reserves (JUL) Bn USD	Mon/07	3075
Indonesia GDP (Q2) % YOY	Mon/07	5.1
Japan current account (JUN) nsa Bn JPY	Tue/08	1465
China trade balance (JUL) Bn USD	Tue/08	45.2
Japan M3 (JUL) % YOY	Wed/09	3.3
China CPI (JUL) % YOY	Wed/09	1.5
Philippines rate decision %	Thu/10	3.0
China rate decision M2 (JUL) % YOY	Thu/10	9.4
India trade balance (JUL) Bn USD	Thu/10	-13.0
LATIN AMERICA		
Mexico rate decision %	Thu/10	7.0
Peru rate decision %	Thu/10	3.5
AFRICA		
South Africa manufacturing production (JUN) % YOY	Thu/10	-2.7

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GLOBAL MARKET DATA

31 July to 6 August 2017

Market Summary

Data: Last Calendar Week

Name	Equities			Return (USD)				YTD (Local)	Price/Book
	BBG Code	Country	Price	1 Week	MTD	YTD	1Y		
North America									
S&P 500 INDEX	SPX Index	US	2,476.83	0.19%	0.26%	10.63%	14.44%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,412.32	-1.19%	-0.90%	4.07%	16.36%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	6,351.56	-0.36%	0.05%	17.99%	22.94%		4.0
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,257.97	-0.87%	-0.60%	6.05%	7.89%		1.8
S&P 500 FINANCIALS INDEX	S5FINL Index	US	420.88	1.76%	1.13%	8.89%	32.64%		1.4
S&P 500 CONS DISCRET IDX	S5COND Index	US	724.33	-0.38%	-0.32%	11.81%	13.10%		5.1
S&P 500 INFO TECH INDEX	S5INFT Index	US	989.57	0.40%	0.94%	22.48%	28.16%		5.2
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	918.60	-0.61%	-0.49%	15.27%	5.92%		3.9
S&P 500 ENERGY INDEX	S5ENRS Index	US	483.44	-1.02%	-1.25%	-12.82%	-2.87%		1.9
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,476.83	0.19%	0.26%	10.63%	14.44%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	588.40	0.79%	0.93%	9.35%	17.51%		4.6
S&P 500 CONS STAPLES IDX	S5CONS Index	US	566.14	-0.60%	-0.51%	6.46%	1.44%		5.4
S&P 500 UTILITIES INDEX	S5UTIL Index	US	272.98	1.47%	1.09%	10.59%	4.49%		2.1
S&P 500 MATERIALS INDEX	s5MATR Index	US	342.01	-0.79%	0.00%	9.56%	12.32%		3.8
S&P 500 TELECOM SERV IDX	S5TELS Index	US	161.07	-0.07%	-0.48%	-8.80%	-10.34%		2.7
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,514.25	1.26%	1.19%	18.79%	26.23%	6.59%	1.6
CAC 40 INDEX	CAC Index	France	5,216.82	1.52%	1.66%	19.26%	26.36%	7.02%	1.6
DAX INDEX	DAX Index	Germany	12,313.36	1.22%	0.99%	19.37%	26.89%	7.11%	1.8
Athex Composite Share Pr	ASE Index	Greece	832.56	1.27%	1.64%	43.63%	57.27%	28.88%	0.7
FTSE MIB INDEX	FTSEMIB Index	Italy	21,996.53	2.47%	1.60%	27.09%	42.57%	14.04%	1.2
AEX-Index	AEX Index	Netherlands	530.37	0.79%	0.21%	22.04%	25.62%	9.50%	1.8
PSI All-Share Index GR	BVLX Index	Portugal	2,904.79	2.59%	1.56%	28.28%	23.41%	15.11%	1.2
MICEX INDEX	INDEXCF Index	Russia	1,965.28	1.19%	1.90%	-10.59%	10.04%	-12.51%	0.8
IBEX 35 INDEX	IBEX Index	Spain	10,679.80	1.27%	1.00%	27.01%	34.13%	13.97%	1.6
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,575.73	0.68%	0.81%	15.54%	20.29%	3.71%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	9,193.75	1.37%	0.75%	16.80%	13.74%	11.64%	2.7
BIST 100 INDEX	XUI100 Index	Turkey	109,415.70	0.74%	0.74%	38.59%	21.38%	38.91%	1.5
FTSE 100 INDEX	UKX Index	UK	7,529.81	1.26%	0.69%	11.03%	10.73%	5.16%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	656.69	0.63%	0.10%	27.68%	24.66%	27.68%	1.7
S&P/ASX 200 INDEX	AS51 Index	Australia	5,773.56	-0.43%	-0.73%	10.83%	8.37%	0.97%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,127.74	-0.61%	-1.19%	14.04%	14.50%	17.24%	-
HANG SENG CHINA ENT INDX	HSCEI Index	China "H"	11,068.80	2.17%	1.51%	16.14%	21.22%	17.12%	1.1
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,279.46	0.41%	-0.26%	8.55%	8.07%	5.11%	1.8
HANG SENG INDEX	HSI Index	HK	27,695.02	2.04%	0.76%	24.24%	25.24%	25.28%	1.4
Nifty 50	NIFTY Index	India	10,073.70	1.10%	0.56%	31.13%	23.33%	22.97%	3.0
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,763.88	-0.75%	-1.06%	10.90%	5.64%	9.08%	2.5
NIKKEI 225	NIKY Index	Japan	20,055.89	-0.01%	-0.23%	9.88%	12.02%	4.38%	1.7
KOSPI 200 INDEX	KOSPI2 Index	Korea	313.96	-0.78%	-1.01%	28.75%	23.86%	20.56%	1.1
Laos Composite Index	LSX Index	Laos	1,019.05	-0.06%	0.74%	0.10%	-0.88%	1.25%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLCI Index	Malaysia	1,776.48	0.49%	0.89%	13.36%	1.06%	8.09%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	46,468.74	2.09%	1.92%	-2.87%	17.81%	-1.94%	1.8
PSEi - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,992.27	-1.39%	-0.92%	14.02%	-7.27%	15.97%	2.4
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,317.11	-0.38%	-0.40%	22.78%	15.85%	15.47%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,567.43	-1.29%	-0.98%	2.95%	-3.70%	5.45%	1.5
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	10,579.38	1.10%	0.95%	21.87%	21.99%	13.54%	1.8
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,578.48	-0.05%	0.11%	10.13%	9.74%	2.29%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	793.68	1.40%	0.58%	18.80%	22.41%	18.62%	2.4
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	479.07	0.38%	0.31%	13.57%	15.95%	13.57%	2.3
MSCI EM	MXEF Index	MSCI EM	1,067.26	0.40%	0.10%	23.77%	21.83%	23.77%	1.7
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,748.16	-1.33%	-0.34%	13.64%	7.06%	13.64%	1.9
DFM GENERAL INDEX	DFMGI Index	Dubai	3,660.37	1.91%	1.15%	4.09%	5.84%	4.09%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,778.49	1.18%	0.96%	18.71%	15.67%	18.71%	1.9
ARGENTINA Merval INDEX	MERVAL Index	Argentina	21,703.90	0.69%	0.55%	15.64%	17.35%	28.29%	1.7
MSCI BRAZIL	MXBR Index	Brazil	1,911.25	2.59%	1.41%	14.32%	15.32%	14.32%	1.7
CHILE STOCK MKT SELECT	IPSA Index	Chile	5,106.41	1.07%	1.07%	26.81%	25.08%	23.00%	1.7
IGBC GENERAL INDEX	IGBC Index	Colombia	10,926.27	-0.21%	0.24%	8.91%	16.78%	8.11%	-
S&P/BMV IPC	MEXBOL Index	Mexico	51,328.29	-0.37%	0.47%	29.95%	15.40%	12.46%	2.9
Bolsa de Panama General	BVPSBVPS Index	Panama	423.19	0.16%	0.37%	2.34%	6.52%	2.40%	2.1
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	16,825.97	0.30%	0.79%	12.24%	12.43%	8.09%	1.7
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	176,452.00	30.63%	27.43%	451.68%	1301.40%	456.54%	4.2
MSCI EFM AFRICA	MXFMEAF Index	Africa	865.53	-2.96%	-1.76%	12.50%	3.83%	12.50%	2.4
EGYPT HERMES INDEX	HERMES Index	Egypt	1,226.47	-0.50%	0.59%	13.97%	-17.72%	11.76%	1.9
GSE Composite Index	GSSECI Index	Ghana	2,268.45	-0.08%	0.35%	30.18%	13.69%	34.30%	2.1
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,775.89	-0.55%	-0.49%	16.88%	6.37%	18.51%	2.3
MASI Free Float Index	MOSENEW Index	Morocco	12,174.11	-1.15%	-0.52%	11.61%	27.05%	4.55%	2.8
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	37,425.15	-11.66%	-8.96%	21.34%	15.95%	39.26%	1.7
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	49,926.96	-1.25%	-0.23%	15.26%	10.71%	12.77%	2.2
Average				0.62%	0.59%	21.49%	34.29%	21.90%	
Top 25%				1.24%	0.96%	21.95%	23.14%	18.64%	
Bottom 25%				-0.52%	-0.37%	10.00%	7.98%	6.30%	

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GLOBAL MARKET DATA (CONTD.)

31 July to 6 August 2017

FX (vs USD)				Return +ive=USD Stronger			
Name	BBG Code	Country	Price	1 Week	MTD	YTD	1Y
DOLLAR INDEX SPOT	DXY Index	USD Index	93.42	0.30%	0.73%	-8.48%	-2.31%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.85	-0.20%	0.58%	-10.65%	-5.46%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	60.08	0.69%	0.32%	-2.55%	-8.70%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.53	0.01%	0.25%	0.13%	17.19%
USD-GBP X-RATE	USDGBP Curncy	UK	0.77	0.74%	1.35%	-5.33%	0.52%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	107.10	0.07%	-0.06%	4.02%	-0.40%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.26	0.73%	0.96%	-9.17%	-3.78%
USD-CNY X-RATE	USDCNY Curncy	China	6.72	-0.12%	0.03%	-3.11%	1.31%
USD-INR X-RATE	USDINR Curncy	India	63.73	-0.89%	-0.94%	-6.39%	-4.98%
USD-JPY X-RATE	USDJPY Curncy	Japan	110.75	0.01%	0.39%	-5.36%	9.36%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,127.24	0.25%	0.50%	-6.71%	0.98%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	30.19	-0.25%	-0.16%	-6.69%	-4.76%
USD-ARS X-RATE	USDARS Curncy	Argentina	17.67	-0.69%	0.16%	11.28%	19.03%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.13	0.01%	0.20%	-3.79%	-1.93%
USD-CLP X-RATE	USDCLP Curncy	Chile	650.29	-0.56%	-0.16%	-3.00%	-0.92%
USD-MXN X-RATE	USDMXN Curncy	Mexico	17.93	0.63%	0.50%	-13.69%	-5.39%
USD-EGP X-RATE	USDEGP Curncy	Egypt	17.79	-0.59%	-0.56%	-2.03%	100.12%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	363.49	14.58%	17.07%	15.27%	14.76%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	13.39	3.24%	1.99%	-2.12%	-1.88%
Commodities				Return (USD)			
WTI CRUDE FUTURE Sep17	CLA Comdty	US	49.31	-0.26%	-1.18%	-13.00%	4.60%
BRENT CRUDE FUTR Oct17	COA Comdty	UK	52.09	0.38%	-0.57%	-10.87%	7.88%
BALTIC DRY INDEX	BDIY Comdty		1,032.00	10.61%	9.09%	7.39%	62.26%
Natural Gas Futures	NGI Comdty		2.80	-5.68%	-0.72%	-25.51%	-2.12%
Gold Spot \$/Oz	XAU Curncy		1,257.78	-0.85%	-0.83%	9.71%	-7.51%
Silver Spot \$/Oz	XAG Curncy		16.24	-2.91%	-3.31%	2.15%	-20.06%
LME COPPER 3MO (\$)	LMCADSO3 Comdty		6,372.00	0.74%	0.05%	15.11%	31.90%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.36	0.00	0.00	0.16	0.71
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.83	-0.02	-0.02	-0.11	0.79
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.27	-0.03	-0.03	-0.18	0.76
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.92	-0.11	-0.14	0.20	0.88
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	6.88	0.00	0.00	-0.56	0.86
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.18	-0.04	-0.05	-0.06	0.53
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.07	-0.11	-0.11	0.13	0.48
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.68	-0.01	-0.01	0.08	-0.07
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.22	-0.05	-0.05	0.30	0.30
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.48	-0.07	-0.08	0.26	0.56
French Generic Govt 10Y Yield	GTRFR10Y Govt	French 10yr	0.75	-0.06	-0.06	0.06	0.62
Greece Generic Govt 10Y Yield	GTRGR10Y Govt	Greece 10yr	5.42	0.08	0.07	-1.61	-2.82
Italy Generic Govt 10Y Yield	GBTGRI0 Index	Italy 10yr	2.00	-0.10	-0.07	0.21	0.88
Spain Generic Govt 10Y Yield	GSPGI0YR Index	Spanish 10yr	1.47	-0.04	-0.02	0.10	0.46
Portugal Generic Govt 10Y Yield	GSPPT10YR Index	Portugal 10yr	2.86	-0.06	-0.01	-0.90	0.00
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.62	-0.06	-0.06	-0.15	0.68
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.45	-0.02	-0.03	-0.07	-0.73
KCMP South Korea Treasury Bond	GVSKI0YR Index	Korea 10yr	2.25	0.03	0.03	0.16	0.84
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.07	-0.01	-0.02	0.02	0.14
South Africa Govt Bonds 10 Ya	GSAB10YR Index	SA 10yr	8.63	0.06	0.02	-0.27	0.09
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/22	ITRXEXE CBIL Curncy	EUR XOVER	230.86	-3.62	-3.12	-57.56	-91.35
MARKIT ITRX EUROPE 06/22	ITRXEBE CBIL Curncy	EUR MAIN	51.80	-0.53	-0.79	-20.35	-16.96
MARKIT ITRX EUR SNR FIN 06/22	ITRXESE CBIL Curncy	EUR SNR FIN	50.74	-0.11	0.10	-43.17	-42.36
MARKIT ITRX EUR SUB FIN 06/22	ITRXEUE CBIL Curncy	EUR SUB FIN	114.58	-2.85	-2.05	-106.95	-90.82
MARKIT CDX.NA.IG.28 06/22	IBOXUMAE CBIL Curncy	US IG	57.76	-0.16	0.11	-10.08	-16.30
MARKIT CDX.NA.HY.28 06/22	IBOXHYSE CBIL Curncy	US HY	322.04	-0.85	-0.31	-35.39	-81.64
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	12.78	-0.28	-0.40	-5.06	-7.69
FTSE 100 500 3month ATM	UKX Index	UK	9.38	-0.52	-0.56	-3.60	-3.81
Hang Seng 3month ATM	HSI Index	HK	12.97	0.48	0.66	-3.22	-4.63
Nikkei 3month ATM	NKY Index	Japan	10.86	-0.55	-0.36	-8.37	-11.51
S&P 500 3month ATM	SPX Index	US	9.61	0.20	0.16	-3.86	-2.76
Volatility (VIX)	VIX Index	US	10.19	-0.26	-0.23	-4.01	-2.39
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.26	-0.13	-0.04	-0.20	0.32
UK 5Y5YF Inflation Swap		GBP	3.32	-0.03	-0.02	-0.27	0.29
JPY 5Y5YF Inflation Swap		JPY	0.32	0.00	0.01	-0.24	0.21
EUR 5Y5YF Inflation Swap		EUR	1.59	0.00	-0.02	-0.14	0.28
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	7.20				
Citi Economic Surprise Index -	CESICNY Index	China	46.60				
Citi Economic Surprise Index -	CESIEM Index	EM	17.20				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	18.30				
Citi Economic Surprise Index -	CESIG10 Index	G10	-10.00				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	-16.00				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	49.40				
Citi Economic Surprise - Unite	CESIUSD Index	US	-40.80				

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

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