

GLOBAL MARKET UPDATE



2 TO 8 OCTOBER: TOUR DE FORCE

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Singapore 1.59% , Japan 1.56% , United States 1.19%
	Bottom 3:	Spain -2.54% , Italy -2.00% , New Zealand -1.26%
EMERGING	Top 3:	China "H" 5.11% , Hong Kong 3.36% , Brazil 2.47%
	Bottom 3:	Mexico -2.08% , Greece -1.99% , Poland -0.40%
FRONTIER	Top 3:	Venezuela 13.73% , Mongolia 5.95% , Peru 4.94%
	Bottom 3:	Macedonia -2.87% , Pakistan -2.45% , Qatar -2.17%

From the end of the financial crisis until the beginning of this year, the US economy sat at the front of the global growth peloton. Team America were the first, most aggressive and most coordinated in adopting performance enhancing fiscal, regulatory and monetary stimulus and this led to an outperformance of its currency and equity markets. This year, however, global peers have threatened a break-away; performance across European and Emerging economies has improved and US numbers have disappointed given Trump's inability to consummate reform and gradual FED tightening.

However, there has been jostling for position over the past few weeks:

- At the end of September, FED minutes and speeches reiterated the desire to raise rates in December. This pushed Treasury yields and the USD higher and prompted the largest weekly outflow from emerging markets since the Presidential inauguration (USD 1.8bn from equities and USD 1bn from bonds in the last week of the month).
- There were signs of a US "second wind", with blowout employment and PMI data sending the USD higher. However, as we cover below, there was a large weather-related distortion and we continue to characterise the US as later cycle.
- Emerging market data releases (for example China's official NBS PMI rising to its highest level of 2017 and positive surprises from Brazilian vehicle sales) continued to be robust suggesting strong (and in the case of Latin America) improving momentum. This prompted a quick (positive) reversal in equity markets.
- Politics threatened to puncture the outlook in Spain (Catalonian independence) and the UK (Brexit and questionable leadership from Theresa May).

For now, the net result is a continued push higher; the MSCI All Country World equity index hit an all-time high and the VIX volatility index hit an all-time low last week.

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UNITED STATES

S&P 2,549 **+1.19%**, 10yr Treasury 2.35% **+2.53bps**, HY Credit Index 319 **-6bps**, Vix 9.94 **+0.14Vol**

The S&P 500 rallied for 8 consecutive days until Friday (its longest winning streak since 2013), whilst the 10-year continued its now 1 month old reversal, reaching 2.38% in yield (still within the range of the last 6 months and below levels at the turn of the year).

Data extended its recent improvement with **the ISM manufacturing (60.8) and non-manufacturing (59.8) registering their highest readings in over a decade** (consistent with 4.4% GDP growth), unemployment falling to 4.2% (from 4.4% and a 16 year low), average hourly earnings rising 2.9% (from 2.5%) and vehicle sales also sharply higher. Conversely, payrolls turned negative for the first time in 7 years as 33k jobs were lost. However, the outsize moves can be almost entirely attributed to Hurricanes Harvey and Irma:

- The ISM numbers was distorted by slower supplier delivery times. It is usually assumed such delays are because of intense demand and they therefore make a positive contribution to the index.
- Payrolls reflected very sharp drops in leisure/hospitality positions, which are likely to have been in Texas and Florida.
- Vehicle sales rose on replacement by consumers who suffered storm damage.

In aggregate, we see the trend unchanged. There has been renewed excitement about tax reform but this is likely to be difficult and slow under Trump's leadership. Moreover his foreign policy will continue to pose a tail risk. The labour market is slowly tightening, but the Phillips curve is extremely flat and therefore, whilst the FED will continue to tighten, this will be gradual. The US is unlikely to accelerate from here.

Donald Trump's lack of empathy for investors in Puerto Rico ("They owe a lot of money to your friends on Wall Street, and we're going to have to wipe that out,..., you can say goodbye to that. I don't know if it's Goldman Sachs, but whoever it is, you can wave goodbye to that") prompted volatility in the municipality's bonds.

EUROPE

Eurostoxx 3,616 **-0.44%**, German Bund 0.45% **-0.50bps**, Xover Credit Index 247 **-7bps**, EURUSD 1.173 **+0.70%**

In Spain, equities and government bonds underperformed (albeit the 10-year yield is still only 1.7%, well below that of Italy at 2.15%) after Catalonia's referendum. The situation is fluid, with the region expected to formally declare independence this week. Indeed, PM Rajoy said he was willing to trigger Article 155 of the constitution, which would enable him to take control of the police, dissolve the regional government and call a local election. In addition, Banco de Sabadell made a regulatory filing to move its headquarters out of Catalonia to Alicante and CaixaBank also said it would consider its options. Catalonia pays around EUR 10bn more in taxes to the central government than it receives in services.

At the Conservative party conference in the UK, **PM May gave another unconvincing display**, which included fits of coughing and was interrupted by a protest. The GBP weakened.

Elsewhere, Copley Fund Research reported that **Russia has replaced India as the largest overweight position among emerging markets equity funds**. Meanwhile, Greek equities continued their precipitous slide (some 8.15% lower over 1 month and 11.59% lower over 3 months) and the **Turkish lira fell as much as 6.6% against the USD this morning** after the US suspended new visas. Turkish inflation has remained stubbornly high, in contrast to many of its peers.

ASIA PACIFIC

HSCEI 1,139 **+5.11%**, Nikkei 2,069.00 **+1.56%**, 10yr JGB 0.06% **0bps**, USDJPY 112.660 **+0.08%**

The **RBA in Australia left interest rates on hold at 1.5%**. However, board member Ian Harper stoked expectations for a rate cut in the future on the basis of slowing retail sales and lacklustre wage growth.

China H shares rose 5% last week, as what we interpreted as a minor policy recalibration was enough to significantly boost sentiment on Chinese stocks.

The People's Bank of China's announced on 30th September that banks with more than 1.5% of their loan book deployed in priority areas would be eligible for a 50-150bps reduction in their reserve requirement ratio. Our initial assessment of the significance of this has proven to be materially more conservative than the market's take.

Our view focused on the fact that 10 out of 18 listed banks are already benefiting from a lower RRR on the same basis, and that the policy comes with a three month fuse specifically in order to coincide with macro-prudential measures being introduced in 2018 that will have a tightening effect on the system, giving an overall neutral impact.

The market on the other hand saw the headline "new policy easing from Chinese central bank" and ran with it. Despite the central bank explicitly stating that the adjustment does not represent a change to its "prudent" stance, the HSCEI Index rose 3.6% on Tuesday alone, taking the measure of mainland Chinese stocks listed in Hong Kong to a two-year high.

Our view on Chinese monetary policy remains unchanged, as we reject the idea that this adjustment represents a shift towards accommodative policy. Catch-up gains after the long holiday and a delayed response to the recent strong PMI data make far more sense to us as explanations for the rally in Chinese equities.

India's central bank left rates on hold at 6.0%. The decision was in line with expectations, with one voting member dissenting and calling for a 25bps cut. The committee acknowledged the conflicting developments of a loss in economic momentum on the back of GST implementation and a simultaneous rise in inflation, driven by the higher oil price and lower food grain production. The RBI is now likely to remain data dependent in the short

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term on this basis, with a medium term easing bias.

Inflation surprised to the upside in the Philippines, with headline CPI accelerating to 3.4% YOY in September from 3.1% in August.

Korean export growth hit an all-time high of 35% YOY in September, up from 17.4% in August.

LATIN AMERICA

MSCI Lat Am 2,954 +1.27%

Chile is showing the first tangible signs of a cyclical recovery. During Aug-17, industrial production increased by 5.1% YOY (Jul-17: 3.3%) with all sectors posting MOM improvement. On the “soft data” side, business confidence continues its march above 50 (expansion territory). It gained 4.6 points from a year before to reach 48.3 in September (from 43.2 in August). The index may soon put an end to a series of 42 months below 50 (indicating economic contraction). The improving confidence levels are due to higher copper prices, a positive external backdrop and optimism that a political change could benefit the economy.

Brazil’s cyclical recovery is led by the industrial sector. Compared to August 2016, industrial output climbed 4.0% this year. This sharp rebound is even more impressive when looking at cars and trucks production, which increased 39.4% YoY and 56.8% YOY in September, respectively, their 11th consecutive month of YOY growth. This is supported by exports (+58% YOY for cars), inventory replenishment and a recovery in sales (+25% YOY).

Peru’s annual CPI inflation is normalising after El Nino as it came back within the target range of 1-3% set by the local central bank. It increased by 2.49% YOY in September, from 3.17% in August.

The central bank already anticipated a slowing inflation rate and cut interest rates last month to support the economic recovery. However, there is now little room for more monetary easing without compromising its mandate of inflation targeting, thus the central bank should stay on hold for a few quarters.

AFRICA

MSCI Africa 863 +1.46%

Egypt’s international reserves rose USD392m to USD36.53bn in September, c.7.3x months of import coverage compared to a low of 3.1x in June 2013. Staying on positive developments, the fiscal deficit declined to an 8 year low (10.9% of GDP from 12.5% prior year) following a 30+ percent increase in both tax and non-tax revenue. Moreover, the African Development Bank is expected to disburse the final USD500m tranche of its USD1.5bn loan by year end, on the back of Egypt’s commitment to reform, while Germany is ratifying a USD250m loan and the United States is considering resuming military and civilian aid to Egypt.

Bucking the trend somewhat was **non-oil private sector business activity, which fell to 47.4 in September (vs. 48.9**

in August), the lowest reading since June. New orders and outputs contracted while new exports, which had been one of the bright spots of the PMI, declined for the first time since March, falling to 48.5 from 53.7 a month earlier and ending a five-month trend of growth attributed to the floating of the Egyptian pound. Nonetheless, business sentiment improved to the highest level since June 2016 with 70% of respondents expecting output growth over the next 12 months, and the central bank raised required reserve ratio on local currency deposits 4% to its pre-2012 level of 14% which suggests that there is sufficient liquidity, the financial sector is healthy and more importantly signals easing of monetary policy.

The positive prints confirm our view that Egypt is on track for an economic recovery. Full implementation of a VAT regime, further fiscal discipline followed by a structured monetary easing cycle will see the deficit go below 10% and inflationary pressures reduce to boost domestic demand and growth, and the EGP appreciate.

In other news:

- **S&P affirmed Morocco’s BBB- rating with a Stable outlook**, noting that it expects the Moroccan authorities to continue to pursue budgetary consolidation and “growth-enhancing” reforms in the Kingdom.
- **South African private sector activity fell to 48.5 in September from 49.8 in August**, the lowest reading since April 2016, owing to a decline in output, new orders and employment. However, business climate (measured by the business confidence index) improved from August’s historic low, suggesting the economy will slowly grind into gear.
- **Political uncertainty saw Kenya’s private-sector activity fall to 40.9 from 42.0 in August**, the lowest reading since the data series began in January 2014, though S&P affirmed its B rating and gave it a stable outlook based on its expectation of strong growth prospects to facilitate fiscal consolidation. Moody, on the other hand, put Kenya’s B1 rating on review for a possible downgrade, on the back of concerns over Kenya’s debt burden, which currently sits at 56.4% of GDP.

THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
CPI inflation (SEP) % YOY	Fri/13	2.3
Retail sales (SEP) % MOM	Fri/13	1.6
Michigan consumer sentiment (OCT)	Fri/13	95.0
EUROPE		
Russia FX reserves (SEP) Bn USD	Sat/07	427.2
Germany industrial production (AUG) % YOY	Mon/09	2.8
UK industrial production (AUG) % YOY	Tue/10	0.8

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UK trade balance (AUG) Bn GBP	Tue/10	-2.8
Eurozone industrial production (AUG) % YOY	Thu/12	2.6
Germany HICP (SEP) % YOY	Fri/13	1.8
ASIA PACIFIC		
China FX reserves (SEP) Bn USD	Sun/08	3100
China M2 (SEP) % YOY	Tue/10	9
India trade balance (SEP) Bn USD	Tue/10	-12.2
Japan current account (AUG) sa Bn JPY	Tue/10	1979
India CPI inflation (SEP) %YOY	Thu/12	3.9
Japan M3 (SEP) % YOY	Fri/13	3.4
China trade balance (SEP) Bn USD	Fri/13	38.1
LATIN AMERICA		
Mexico CPI inflation (SEP) % MOM	Mon/09	0.46
Brazil retail sales (AUG) % YOY	Wed/11	3.8
Peru rate decision %	Thu/12	3.5
AFRICA		
Egypt CPI inflation (SEP) % YOY	Tue/10	31.2
South Africa manufacturing production (AUG) sa % MOM	Thu/12	-0.1

**PLEASE CONTINUE FOR
MARKET DATA**

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Equities				Return (USD)				YTD	Price/
Name	BBG Code	Country	Price	1 Week	MTD	YTD	1Y	(Local)	Book
North America									
S&P 500 INDEX	SPX Index	US	2,549.33	1.19%	1.19%	13.87%	17.98%		3.2
RUSSELL 2000 INDEX	RTY Index	US	1,510.22	1.30%	1.30%	11.28%	21.18%		2.4
NASDAQ COMPOSITE INDEX	CCMP Index	US	6,590.18	1.45%	1.45%	22.42%	24.18%		3.9
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,728.32	0.07%	0.07%	10.26%	13.41%		1.9
S&P 500 FINANCIALS INDEX	S5FINL Index	US	437.25	1.90%	1.90%	13.12%	34.34%		1.5
S&P 500 CONS DISCRET IDX	S5COND Index	US	730.37	1.80%	1.80%	12.74%	14.76%		5.2
S&P 500 INFO TECH INDEX	S5INFT Index	US	1,033.46	1.50%	1.50%	27.91%	28.75%		5.3
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	959.60	1.40%	1.40%	20.42%	15.50%		4.1
S&P 500 ENERGY INDEX	S5ENRS Index	US	503.79	-0.58%	-0.58%	-9.15%	-3.61%		1.9
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,549.33	1.19%	1.19%	13.87%	17.98%		3.2
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	612.37	1.32%	1.32%	13.81%	21.56%		4.8
S&P 500 CONS STAPLES IDX	S5CONS Index	US	553.77	-0.29%	-0.29%	4.13%	2.92%		5.2
S&P 500 UTILITIES INDEX	S5UTIL Index	US	270.89	0.71%	0.71%	9.75%	13.12%		2.0
S&P 500 MATERIALS INDEX	s5MATR Index	US	362.96	1.91%	1.91%	16.27%	21.13%		4.0
S&P 500 TELECOM SERV IDX	S5TELS Index	US	160.56	-1.11%	-1.11%	-9.09%	-2.55%		2.7
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,616.01	-0.44%	-0.44%	21.73%	25.27%	9.51%	1.7
CAC 40 INDEX	CAC Index	France	5,375.54	-0.11%	-0.11%	22.54%	25.67%	10.23%	1.6
DAX INDEX	DAX Index	Germany	12,988.94	0.31%	0.31%	25.44%	28.77%	12.85%	1.9
Athex Composite Share Pr	ASE Index	Greece	748.38	-1.99%	-1.99%	28.76%	36.39%	15.83%	0.6
FTSE MIB INDEX	FTSEMIB Index	Italy	22,477.57	-2.00%	-2.00%	29.41%	42.63%	16.42%	1.2
AEX-Index	AEX Index	Netherlands	542.37	-0.14%	-0.14%	24.21%	24.69%	11.74%	1.9
PSI All-Share Index GR	BVLX Index	Portugal	2,977.45	-1.51%	-1.51%	31.04%	27.40%	17.88%	1.3
MICEX INDEX	INDEXCF Index	Russia	2,095.14	-0.25%	-0.25%	-1.31%	12.74%	-6.22%	0.8
IBEX 35 INDEX	IBEX Index	Spain	10,278.40	-2.54%	-2.54%	21.07%	22.17%	8.91%	1.5
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,653.16	0.96%	0.96%	21.29%	19.71%	8.51%	2.4
SWISS MARKET INDEX	SMI Index	Switzerland	9,261.72	0.07%	0.07%	17.00%	13.37%	12.56%	2.6
BIST 100 INDEX	XU100 Index	Turkey	100,557.50	-0.39%	-0.39%	29.82%	12.42%	33.27%	1.3
FTSE 100 INDEX	UKX Index	UK	7,519.00	-0.55%	-0.55%	11.38%	10.95%	5.32%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	676.05	2.28%	2.28%	31.44%	20.76%	31.44%	1.7
S&P/ASX 200 INDEX	AS51 Index	Australia	5,739.26	-0.42%	-0.42%	8.49%	6.73%	0.79%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,197.57	1.21%	1.21%	16.86%	18.11%	21.57%	-
HANG SENG CHINA ENT INDX	HSCFI Index	China "H"	11,390.40	5.11%	5.11%	21.16%	14.49%	21.97%	1.1
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,374.38	0.00%	0.00%	12.86%	11.98%	7.90%	1.9
HANG SENG INDEX	HSI Index	HK	28,336.81	3.36%	3.36%	28.49%	18.08%	29.35%	1.4
Nifty 50	NIFTY Index	India	9,979.35	1.75%	1.75%	26.56%	16.71%	21.91%	3.0
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,918.78	-0.35%	-0.35%	11.62%	5.10%	11.49%	2.5
NIKKEI 225	NKY Index	Japan	20,690.71	1.56%	1.56%	12.02%	12.92%	8.25%	1.8
KOSPI 200 INDEX	KOSPI2 Index	Korea	316.27	0.00%	0.00%	28.27%	18.03%	21.64%	1.1
Laos Composite Index	LXSC Index	Laos	1,029.82	1.70%	1.70%	0.00%	0.79%	1.51%	0.9
FTSE Bursa Malaysia KLCI	FBMKLCI index	Malaysia	1,763.54	0.12%	0.12%	13.77%	3.80%	7.45%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	41,203.21	-2.45%	-2.45%	-14.30%	-0.53%	-13.58%	1.6
PSEI - PHILIPPINE SE IDX	PCEOMP Index	Philippines	8,367.38	1.11%	1.11%	17.57%	2.97%	21.49%	2.5
STRAITS TIMES INDEX STI	FSTI Index	Singapore	3,291.97	1.59%	1.59%	21.11%	14.70%	14.25%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,520.91	1.26%	1.26%	2.44%	-4.86%	4.83%	1.4
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	10,532.81	1.83%	1.30%	21.27%	17.44%	13.83%	1.8
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,697.13	0.96%	0.96%	17.86%	16.79%	9.92%	2.1
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	808.85	0.48%	0.48%	21.75%	15.38%	21.50%	2.3
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	490.89	0.82%	0.82%	16.37%	17.56%	16.37%	2.3
MSCI EM	MXEF Index	MSCI EM	1,103.12	1.98%	1.98%	27.93%	20.29%	27.93%	1.8
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,890.51	1.23%	1.23%	19.53%	14.07%	19.53%	2.0
DFM GENERAL INDEX	DFMGI Index	Dubai	3,610.57	0.76%	0.76%	1.71%	7.05%	1.71%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,953.69	1.27%	1.27%	26.19%	20.86%	26.19%	2.1
ARGENTINA Merval INDEX	MERVAL Index	Argentina	26,797.79	1.80%	1.80%	44.38%	36.06%	58.40%	2.0
MSCI BRAZIL	MXBR Index	Brazil	2,129.50	2.34%	2.34%	27.38%	23.69%	27.38%	2.0
CHILE STOCK MKT SELECT	IPSA Index	Chile	5,485.63	3.55%	3.55%	39.84%	41.72%	32.14%	1.8
IGBC GENERAL INDEX	IGBC Index	Colombia	11,120.01	0.60%	0.60%	12.91%	11.61%	10.03%	-
S&P/BMV IPC	MEXBOL Index	Mexico	50,302.96	-2.08%	-2.08%	22.86%	9.04%	10.21%	2.7
Bolsa de Panama General	BVPSBVPS Index	Panama	434.95	0.41%	0.41%	5.19%	6.89%	5.24%	1.9
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	19,479.14	4.94%	4.94%	28.25%	35.45%	25.13%	1.8
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	551,875.50	13.73%	13.73%	1626.88%	4005.75%	####	13.5
MSCI EFM AFRICA	MXFMEAF Index	Africa	863.29	1.46%	1.46%	12.20%	9.42%	12.20%	2.3
EGYPT HERMES INDEX	HERMES Index	Egypt	1,318.26	1.60%	1.60%	22.64%	-11.85%	19.47%	1.8
GSE Composite Index	GGSECI Index	Ghana	2,287.88	-1.42%	-1.42%	31.60%	18.17%	35.45%	2.1
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,693.22	-1.60%	-1.60%	15.04%	10.96%	15.91%	2.3
MASI Free Float Index	MOSENEW Index	Morocco	12,392.80	1.61%	1.61%	13.46%	26.02%	6.43%	2.9
NIGERIA STCK EXC ALL SHR	NGSEINX Index	Nigeria	36,320.98	2.06%	2.06%	18.08%	11.26%	35.15%	1.6
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	51,229.69	1.89%	1.89%	16.25%	14.32%	16.19%	2.3
Average				0.94%	0.94%	41.52%	75.83%	47.23%	
Top 25%				1.65%	1.60%	25.82%	21.87%	21.93%	
Bottom 25%				-0.20%	-0.20%	12.47%	11.11%	8.81%	

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GLOBAL MARKET DATA (CONTD.)

2 to 8 October 2017

FX (vs USD)				Return +ive=USD Stronger			
Name	BBG Code	Country	Price	1 Week	MTD	YTD	1Y
DOLLAR INDEX SPOT	DX Index	USD Index	93.81	0.78%	0.78%	-8.23%	-3.06%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.85	0.70%	0.70%	-10.33%	-4.95%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	58.30	1.05%	1.05%	-5.59%	-6.39%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.69	1.48%	1.48%	2.62%	18.98%
USD-GBP X-RATE	USDGBP Curncy	UK	0.76	2.51%	2.51%	-5.55%	-3.47%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	107.18	-0.16%	-0.16%	4.00%	0.22%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.29	0.85%	0.85%	-7.29%	-2.38%
USD-CNY X-RATE	USDCNY Curncy	China	6.63	0.08%	0.08%	-4.47%	-0.94%
USD-INR X-RATE	USDINR Curncy	India	65.38	0.16%	0.16%	-3.70%	-1.88%
USD-JPY X-RATE	USDJPY Curncy	Japan	112.65	0.09%	0.09%	-3.74%	8.36%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,143.66	0.00%	0.00%	-5.14%	2.68%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	30.40	0.22%	0.22%	-6.12%	-3.41%
USD-ARS X-RATE	USDARS Curncy	Argentina	17.34	0.73%	0.73%	9.86%	14.64%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.16	-0.25%	-0.25%	-3.07%	-2.28%
USD-CLP X-RATE	USDCLP Curncy	Chile	633.53	-1.04%	-1.04%	-5.60%	-5.00%
USD-MXN X-RATE	USDMXN Curncy	Mexico	18.58	1.47%	1.47%	-10.65%	-3.71%
USD-EGP X-RATE	USDEGP Curncy	Egypt	17.64	0.19%	0.20%	-2.49%	98.83%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	359.50	0.42%	0.42%	14.45%	16.46%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	13.78	1.25%	1.25%	0.09%	-1.14%
Commodities				Return (USD)			
WTI CRUDE FUTURE Nov17	CLA Comdty	US	49.50	-4.61%	-4.61%	-13.60%	-9.08%
BRENT CRUDE FUTR Dec17	COA Comdty	UK	55.70	-2.06%	-2.06%	-5.30%	-1.05%
BALTIC DRY INDEX	BDIY Comdty		1,405.00	3.61%	3.61%	46.20%	53.55%
Natural Gas Futures	NGI Comdty		2.87	-4.79%	-4.79%	-23.12%	-6.10%
Gold Spot \$/Oz	XAU Curncy		1,280.52	-0.28%	-0.28%	10.79%	1.77%
Silver Spot \$/Oz	XAG Curncy		16.91	1.00%	1.00%	5.66%	-2.88%
LME COPPER 3MO (\$)	LMCDSO3 Comdty		6,666.50	2.86%	2.86%	20.43%	40.17%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.50	0.02	0.02	0.32	0.65
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.96	0.02	0.02	0.03	0.68
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.36	0.03	0.03	-0.09	0.62
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	2.13	0.03	0.03	0.41	0.99
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	7.09	0.22	0.22	-0.35	0.98
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.37	0.00	0.00	0.12	0.49
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.03	0.01	0.01	0.17	0.44
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.70	-0.01	-0.01	0.07	-0.03
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.27	0.00	0.00	0.27	0.25
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.45	-0.01	-0.01	0.25	0.48
French Generic Govt 10Y Yield	GTRFR10Y Govt	French 10yr	0.72	-0.01	-0.01	0.05	0.45
Greece Generic Govt 10Y Yield	GTRGR10Y Govt	Greece 10yr	5.55	-0.05	-0.05	-1.47	-2.64
Italy Generic Govt 10Y Yield	GBTGPR10 Index	Italy 10yr	2.09	0.04	0.04	0.33	0.81
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.65	0.11	0.11	0.33	0.70
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	2.38	0.03	0.03	-1.35	-1.10
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.82	-0.02	-0.02	0.05	0.65
India Govt Bond Generic Bid Y	GIND10YR Index	India 10yr	6.76	0.09	0.09	0.24	0.06
KCMP South Korea Treasury Bond	GYSK10YR Index	Korea 10yr	2.37	0.00	0.00	0.28	0.83
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.06	-0.01	-0.01	0.01	0.11
South Africa Govt Bonds 10 Yea	GSAB10YR Index	SA 10yr	8.75	0.14	0.14	-0.22	0.00
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 12/22	ITRXEXE CBIL Curncy	EUR XOVER	246.59	-7.11	-7.11	-41.92	-85.41
MARKIT ITRX EUROPE 12/22	ITRXEBE CBIL Curncy	EUR MAIN	56.49	-0.59	-0.59	-15.64	-17.21
MARKIT ITRX EUR SNR FIN 12/22	ITRXESE CBIL Curncy	EUR SNR FIN	59.61	0.40	0.40	-33.51	-39.59
MARKIT ITRX EUR SUB FIN 12/22	ITRXEUE CBIL Curncy	EUR SUB FIN	136.41	-0.06	-0.06	-85.14	-95.82
MARKIT CDX.NA.IG.29 12/22	BOXUMAE CBIL Curncy	US IG	54.24	-1.65	-1.65	-13.36	-20.42
MARKIT CDX.NA.HY.29 12/22	IBOXHYSE CBIL Curncy	US HY	318.96	-6.21	-6.21	-36.38	-82.30
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	12.13	-0.03	-0.03	-5.71	-7.61
FTSE 100 500 3month ATM	UKX Index	UK	9.36	-0.27	-0.27	-3.62	-4.83
Hang Seng 3month ATM	HSI Index	HK	13.91	-0.30	-0.30	-2.28	-3.25
Nikkei 3month ATM	NKY Index	Japan	13.22	-0.13	-0.13	-6.01	-5.32
S&P 500 3month ATM	SPX Index	US	9.21	-0.32	-0.32	-4.26	-3.79
Volatility (VIX)	VIX Index	US	9.94	0.14	0.14	-4.39	-3.19
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.28	-0.03	-0.03	-0.16	0.20
UK 5Y5YF Inflation Swap		GBP	3.43	0.03	0.03	-0.13	-0.13
JPY 5Y5YF Inflation Swap		JPY	0.32	0.00	0.00	-0.24	0.27
EUR 5Y5YF Inflation Swap		EUR	1.65	0.00	0.00	-0.09	0.27
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	18.70				
Citi Economic Surprise Index -	CESICNY Index	China	-5.40				
Citi Economic Surprise Index -	CESIEM Index	EM	17.90				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	45.80				
Citi Economic Surprise Index -	CESIG10 Index	G10	23.80				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	57.30				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	21.40				
Citi Economic Surprise - Unite	CESIUSD Index	US	3.40				

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

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