

GLOBAL MARKET UPDATE



4 TO 10 SEPTEMBER: RINGING THE CHANGES

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Germany 2.76% , Belgium 2.37% , New Zealand 1.95%
	Bottom 3:	Luxembourg -2.67% , United States -0.61% , Spain -0.51%
EMERGING	Top 3:	Brazil 3.12% , Malaysia 2.06% , Russia 1.51%
	Bottom 3:	South Korea -1.64% , South Africa -1.46% , Mexico -1.35%
FRONTIER	Top 3:	Venezuela 19.70% , Morocco 2.62% , Macedonia 1.90%
	Bottom 3:	Namibia -2.43% , Qatar -2.31% , Mauritius -2.28%

At the beginning of this year, consensus expected a re-acceleration in US growth led by Trump tax reform and fiscal stimulus. As such, many predicted fixed income would deliver a negative return and that the USD would strengthen (hurting emerging markets). Moreover, there was a fear of inflation due to tightening labour markets.

The reality has been quite different. Economic data has consistently disappointed in the US, versus broadly improving elsewhere. Meanwhile, inflation has remained subdued everywhere. As a consequence, the US 10-year has fallen from 2.45% to 2.05% yield (despite 2 rate hikes) and the USD has lost over 10% of its value on a trade weighted basis.

Whilst equity valuations remain full, markets can now be considered to have priced out any acceleration in growth. Indeed, the outlook for monetary policy is as uncertain as it has been at any time over the last 12 months. Last week, Vice Chair Stanley Fischer tendered his resignation from the FOMC (effective mid-October, having been due to leave in 2020). He stated this was for "personal reasons" but it came less than a month after he called efforts to loosen constraints on banks "dangerous and extremely short-sighted". There were already 3 out of 8 seats on the Board of Governors vacant and it is thought extremely unlikely that Janet Yellen will be reappointed in February (since Donald Trump openly attacked her on the campaign trail). Therefore, **we will see a very different FED over the next few years.** The exact mix of replacements will be significant for policy. Moreover, investors should reflect as to whether there is increasing evidence that Trump's fractious leadership is impairing decision-making and, ultimately, growth.

UNITED STATES

S&P 2,461 **-0.61%**, 10yr Treasury 2.08% **-11.50bps**, HY Credit Index 337 **+11bps**, Vix 11.29 **+1.99Vol**

Last week, the yield on **the US 10-year touched its lowest level since before the November 2016 Presidential**

elections. This came after 2 of the biggest doves on the FOMC questioned the need for further hikes - Minneapolis Federal Reserve Bank President Neel Kashkari saying that recent Fed rate hikes have been detrimental to the U.S. economy and Governor Lael Brainard commenting "My own view is that we should be cautious about tightening policy further until we are confident inflation is on track to

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achieve our target.”

After Hurricane Harvey wreaked havoc across the Gulf Coast of Texas, Hurricane Irma, the Category 5 storm that caused unprecedented damage in the Caribbean, made landfall in Florida on Sunday. Despite the largest mass evacuation in US history, 3 million people are said to be without electricity. However, the worst case was probably averted as the eye of the storm missed Miami. US 3rd quarter GDP will be negatively impacted by this severe Hurricane season. However, the twin disasters did help avoid a government shutdown as President Trump struck a deal with congressional Democrats to extend the debt ceiling for 3 months - in part to provide disaster relief.

The Bank of Canada raised rates for the 2nd consecutive meeting (to 1%), prompting a sharp move higher in the CAD. The move was only priced at a 40% probability and comes on the back of consistent economic outperformance, with a surging housing market and unemployment at the lowest rate since 2008 (6.2%).

EUROPE

Eurostoxx 3,476 +1.53%, German Bund 0.33% -6.70bps, Xover Credit Index 230 -0bps, EURUSD 1.201 -1.47%

At last week's ECB meeting, **the ECB left policy unchanged but (as expected) confirmed that QE will be “recalibrated” in October.** In practice, this is likely to mean a reduction in monthly purchases and perhaps some technical changes to the buying mix. Most notably, Mario Draghi's statement and Q&A focused on the exchange rate (the EUR is 12.6% higher against the USD this year):

- “The recent volatility in the exchange rate represents a source of uncertainty which requires monitoring with regard to its possible implications for the medium-term outlook for price stability.”
- “The exchange rate is not a policy target. But it's also - it's very - it's important and very important for growth and inflation.”

Despite these comments, the EUR finished higher on the week. Moreover, due in part to currency strength, the ECB downgraded its inflation forecast for the full year to 1.2% (from 1.3%).

Catalonia officially set the 1st October as the date for their independence referendum. This has caused much anger in Madrid, with Prime Minister Mariano Rajoy vowing to “stop at nothing” to derail the vote and Spain's Constitutional Court suspending the referendum law. The Mayor of Barcelona has also refused to allow use of its voting centres.

This week, there is an MPC meeting in the UK at which no change in policy is expected but the committee could make hawkish comments given Sterling's continued depreciation and the associated risk of higher inflation. There are also central bank meetings in Russia and Turkey. Last week, the National Bank of Poland left rates on hold at 1.50%.

ASIA PACIFIC

HSCEI 1,122 -1.02%, Nikkei 1,954.00 +0.07%, 10yr JGB 0.01% +0bps, USDJPY 108.440 -2.20%

Having run close to a 10% YOY growth rate for much of the first half of the year, **China's exports slowed in August to +5.5% YOY (below consensus of 6.0%) from July's growth rate of 6.8%.** Within the overall figure, exports to G3 nations decelerated notably from 9.1% YOY in July to 6.1% in August. Appreciation of the RMB (up 4% against the dollar since July) and high base effects exacerbated the trend.

China's Imports grew faster than the market had expected in August, at 13.3% vs consensus forecasts of 10.0%. In addition to stronger domestic demand, the higher value of commodity imports was a key factor, with the value of imported coal and copper rising 43.3% and 26.5% YOY respectively, driven more by price rises than volume.

The resultant trade balance for China in August came in at US\$42bn, lower than consensus of US\$48bn, and down from the \$47bn surplus recorded in July.

China's foreign reserves rose US\$11bn in August to \$3.09trn. What was the zeitgeist data point for much of 2016, the fact that the market now pays very little attention to China's monthly foreign reserves demonstrates the amount of confidence the central bank and broader set of government policymakers have been able to restore in the RMB. The weak dollar, admittedly, has played a significant helping hand in this process.

President Xi continues to march forward towards a state of absolute power not seen in China for a generation. Having steadied the economy after the wobble in early 2016, jailed over one million people as part of his anti-corruption crackdown, and systematically removed senior party members who presented a challenge to his authority, Xi is now, according to the FT, literally having the history books re-written to be consistent with the image of China he wishes to project. After five years of consolidating power, the National Congress in October can foreseeably only unfold as a whitewash in the President's favour.

After a presidential impeachment, the sacking of the head of the central bank and seemingly unstoppable bleeding of foreign reserves, **Pakistan's economic situation took another turn for the worse** when the official data showed that the government has been running a much higher fiscal deficit than forecast, at 5.8% of GDP for the last 12 months versus the initial 3.4% target.

Inflation in the Philippines ticked up to 3.1% YOY in August from 2.8% in July.

In Indonesia, inflation came off slightly, dropping from 3.9% in July to 3.8% in August.

The central bank of **Malaysia left interest rates on hold** at 3.0% in line with expectations. The accompanying statement was bullish on the prospects for the economy while downplaying inflation risks.

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LATIN AMERICA

MSCI Lat Am 2,942 +1.02%

Brazil's GDP grew 0.3% YoY in 2Q17, the first positive variation since 1Q14. This performance was led by consumption which benefited not only from lower interest rates and labour market stabilisation, but also from the one-off effect of the release of inactive FGTS accounts (injecting approximately BRL 44Bn into the economy). The trade balance contributed positively to growth again. QOQ GDP growth (0.2%) decelerated from 1.0% in 1Q17 mainly because the agricultural sector was not able to repeat its stellar performance and remained unchanged after surging 11.5% QOQ in 1Q17.

Last week brought a set of new development in the political and judicial saga in Brazil:

- New evidence was handed to the Prosecutor General, that shows omissions in the previous recordings, obstruction to justice and corruptions of several judges by the Batista's brothers. The Batista's plea bargain could be revoked and the case against President Temer is weakened.
- The Prosecutor's office submitted charges to Supreme Court against politicians linked to the PT party, including former presidents Luiz Inacio Lula da Silva and Dilma Rousseff, accused of participating in a corruption scheme at state-owned company Petrobras.

Temer should be reinforced after this new episode and charges against him are now weaker. This increases his ability to pass more reforms in the months to come. Conversely, the left-wing opposition end this week fragmented and fragile, 13 months before the presidential election.

Brazil's central bank cut the SELIC overnight rate by 100bps to 8.25%, in a unanimous vote. The communiqué suggests the plan is now to slow down the pace of easing moderately. Consensus is for a 75bps next meeting and the SELIC rate reaching 7% by the end of the year.

Brazil's falling inflation and set of structural reforms triggered the sharpest fall in real and nominal interest rates (600bps so far) of any large country in the world in the past 12 months.

Brazil's August inflation declined to 2.46% YOY (vs. July 2.71%), the lowest print since February 1999.

Brazil's Industrial production is sharply rebounding, posting another rise of 0.8% MOM in July, bringing the YOY growth to 0.9% in 7M17. On a YOY basis, industrial production grew 2.5%, as capital goods jumped 8.8% and durable consumer goods increased 8.1% YoY.

Chile's Business Confidence edged up to 43.2 in August. Although this is the 41st consecutive month in pessimistic territory (below 50), we observe sequential improvements. The indicator gained 3pp from the prior month (42.4) and from a year ago (40.2). This was the 6th consecutive month of YOY improvement.

Businesses are looking forward to political change after 4 years of poor economic management by the incumbent

government. With pro-market candidate and Pinera's lead growing in the polls, companies are looking ahead to lower taxes and greater investment incentives.

Colombia's annual inflation accelerated to 3.87% in August, still within the central bank's target range (2-4%), after reaching a minimum of 3.4% in July.

Mexico's annual inflation cranked up again at 6.66% YOY in August, up from 6.4% in July. However, CPI inflation should stabilise in the coming months as the MOM inflation is slowly declining.

A major 8.1-magnitude earthquake hit Mexico's southern coast on Friday and killed at least 5 people. It was the biggest in a century to hit the country. The full extent of human casualties is still unknown. Its impact on the economy and markets is still uncertain.

AFRICA

MSCI Africa 896 -2.07%

South Africa exits recession – the economy grew 2.5% in 2Q17 (1.1% YOY) following a 0.6% contraction in 1Q17, and marginally beat expectations (c.2.3%). The main positive contributions came from agriculture which grew 33.6% (following a good maize harvest) and contributed 0.7% to GDP growth, and finance, real estate and business services which grew by 2.5% and contributed 0.5%. In contrast, general government services decreased by 0.6% and made a 0.1% negative contribution to GDP growth.

Other data prints suggest that the recovery is fragile; private sector activity contracted (49.8 in August compared to 50.1 in July), business confidence fell to a 30 year low (89.6 in August vs. 95.3 in July), and industrial output fell for a third consecutive month, dropping 1.4% YOY in July (vs. consensus of a 0.35 percent contraction).

Nigeria exits recession – after five consecutive quarters of contraction (1.58% total contraction in 2016), the Nigerian economy grew 0.55% YOY in 2Q17, 1.46% higher than the preceding quarter (revised to -0.91% from -0.52%), but c.1% lower than expectations. The oil sector, Nigeria's largest growth driver, grew 1.64% on the back of increased production (9.1% YOY growth in oil production to 1.68 million barrels per day), while the non-oil sector grew 0.45%, 0.38% YOY increase but -0.28% lower than Q1 2017.

As we have reported in previous prints, OPEC wants to cap Nigeria's oil production at 1.8 million bpd production to reduce the glut which has weighed down oil prices. This would limit additional gains from production and further GDP growth will primarily rely on rising oil prices or recovery of other sectors. Notably, the agricultural sector which is the second largest growth driver and has been a focus of the government, grew 3.01% YOY, a 1.52% decline from the corresponding period in 2016, and 0.37% decline from the preceding quarter. Thus, while an expansion is to be welcomed, it is still very much anaemic.

In Egypt, CPI fell to 31.9% YOY in August from 33.0% in July. Core inflation decreased to 34.9% percent from 35.3%. Also, non-oil private business activity's contraction narrowed to 48.9 in August (vs. 48.6 in July) on the back of

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a pick-up in export orders which reached a record high in August, the Central Bank has cleared its multibillion dollar foreign currency backlog and is now meeting new requests without delay, while tourism revenues rose 170% YOY in 7M17 to USD3.5bn and the number of tourists rose 54% YOY in the same period to 4.3 million (though well below the 14.7 million peak in 2010).

In Kenya, the electoral commission has set October 17th 2017 as the date for the repeat presidential elections.

Business conditions have however deteriorated on the back of the electoral uncertainty; private sector activity slid to 42.0 points in August from 48.1 in July, the lowest level since the series began in 2014.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
Budget balance (AUG) Bn USD	Wed/13	-124.0
CPI inflation (AUG) % YOY	Thu/14	1.8
Retail sales (AUG) % MOM	Fri/15	0.1
Industrial production (AUG) % YOY	Fri/15	0.1
Michigan consumer sentiment (SAP)	Fri/15	96.5
EUROPE		
Turkey GDP (Q2) % YOY	Mon/11	5.3
Russia GDP (Q2) % YOY	Mon/11	2.5
UK CPI inflation (AUG) % YOY	Tue/12	2.8
Eurozone industrial production (JUL) % YOY	Wed/13	3.3
Switzerland rate decision %	Thu/14	-0.75
BoE rate decision %	Thu/14	0.25
Turkey rate decision %	Thu/14	8.00
Eurozone trade balance (JUL) Bn EUR	Fri/15	24.0
ASIA PACIFIC		
China CPI inflation (AUG) % YOY	Sat/09	1.6
China M2 (AUG) % YOY	Sun/10	9.1
Japan M3 growth (AUG) % YOY	Mon/11	3.4
India trade balance (AUG) Bn USD	Mon/11	-12.5
India CPI inflation (AUG) % YOY	Tue/12	3.2
India industrial production (JUL) % YOY	Tue/12	1.5
China retail sales (AUG) % YOY	Thu/14	10.5
China industrial production (AUG) % YOY	Thu/14	6.6
LATIN AMERICA		
Peru rate decision %	Thu/14	3.75
AFRICA		
Egypt GDP (Q2) QOQ	Fri/15	

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Equities				Return (USD)				YTD (Local)	Price/Book
Name	BBG Code	Country	Price	1 Week	MTD	YTD	1Y		
North America									
S&P 500 INDEX	SPX Index	US	2,461.43	-0.61%	-0.41%	9.94%	12.84%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,399.43	-1.00%	-0.42%	3.12%	11.21%		2.2
NASDAQ COMPOSITE INDEX	CCMP Index	US	6,360.19	-1.17%	-1.07%	18.15%	20.93%		4.0
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	14,985.32	0.65%	1.68%	8.64%	7.79%		1.8
S&P 500 FINANCIALS INDEX	S5FINL Index	US	398.58	-2.84%	-2.42%	3.12%	20.98%		1.3
S&P 500 CONS DISCRET IDX	S5COND Index	US	707.77	-1.07%	-0.61%	9.25%	11.15%		5.0
S&P 500 INFO TECH INDEX	S5INFT Index	US	1,000.91	-1.06%	-1.11%	23.88%	27.15%		5.2
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	951.83	1.53%	1.44%	19.44%	13.10%		4.0
S&P 500 ENERGY INDEX	S5ENRS Index	US	471.43	1.30%	2.13%	-14.98%	-10.45%		1.8
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,461.43	-0.61%	-0.41%	9.94%	12.84%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	579.53	-0.58%	-0.43%	7.71%	14.20%		4.5
S&P 500 CONS STAPLES IDX	S5CONU Index	US	564.63	0.09%	0.50%	6.18%	1.91%		5.3
S&P 500 UTILITIES INDEX	S5UTIL Index	US	279.03	0.93%	0.63%	13.05%	9.88%		2.1
S&P 500 MATERIALS INDEX	s5MATR Index	US	343.03	-1.10%	-0.48%	9.89%	12.23%		3.8
S&P 500 TELECOM SERV IDX	S5TELS Index	US	149.85	-4.51%	-4.46%	-15.15%	-14.31%		2.5
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,476.07	1.53%	2.00%	19.47%	19.57%	4.78%	1.6
CAC 40 INDEX	CAC Index	France	5,156.00	1.22%	1.78%	19.91%	20.40%	5.17%	1.6
DAX INDEX	DAX Index	Germany	12,397.02	2.76%	3.30%	22.20%	23.26%	7.17%	1.8
Athex Composite Share Pr	ASE Index	Greece	801.67	-0.56%	-1.57%	42.20%	51.52%	24.72%	0.7
FTSE MIB INDEX	FTSEMIB Index	Italy	21,950.59	1.04%	1.72%	29.09%	34.03%	13.22%	1.2
AEX-Index	AEX Index	Netherlands	522.44	1.54%	1.77%	22.44%	20.75%	7.38%	1.8
PSI All-Share Index GR	BVLX Index	Portugal	2,868.47	0.22%	0.82%	29.52%	20.50%	13.60%	1.2
MICEX INDEX	INDEXCF Index	Russia	2,035.36	1.51%	1.86%	-2.71%	10.56%	-8.96%	0.7
IBEX 35 INDEX	IBEX Index	Spain	10,232.50	-0.51%	-0.45%	23.50%	19.03%	8.31%	1.5
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,564.47	0.41%	0.67%	17.05%	14.81%	2.31%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	8,951.87	1.60%	1.45%	16.51%	10.21%	8.42%	2.6
BIST 100 INDEX	XU100 Index	Turkey	109,187.90	0.02%	0.02%	43.46%	20.65%	38.79%	1.4
FTSE 100 INDEX	UKX Index	UK	7,410.26	0.95%	1.55%	10.34%	6.70%	3.29%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	663.64	-0.03%	0.13%	29.03%	18.04%	29.03%	1.7
S&P/ASX 200 INDEX	AS51 Index	Australia	5,713.15	0.22%	0.97%	11.87%	11.07%	0.12%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,209.13	0.86%	0.86%	16.00%	18.83%	20.30%	-
HANG SENG CHINA ENT INDEX	HSCFI Index	China "H"	11,220.77	-1.02%	-1.08%	17.84%	10.65%	18.68%	1.1
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,376.42	1.11%	1.85%	16.04%	11.78%	8.43%	1.9
HANG SENG INDEX	HSI Index	HK	27,937.73	-0.83%	-0.87%	24.87%	14.89%	25.76%	1.4
Nifty 50	NIFTY Index	India	10,008.90	-0.59%	0.23%	29.03%	15.67%	21.37%	3.0
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,879.24	1.20%	1.20%	13.81%	8.46%	10.58%	2.5
NIKKEI 225	NIKY Index	Japan	19,545.77	0.07%	0.18%	9.04%	7.96%	0.84%	1.7
KOSPI 200 INDEX	KOSPI2 Index	Korea	309.83	-1.16%	-1.00%	25.93%	14.12%	18.24%	1.1
Laos Composite Index	LSXC Index	Laos	1,026.33	0.16%	0.08%	0.26%	-0.87%	1.59%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLI Index	Malaysia	1,782.48	2.06%	2.06%	15.82%	19.0%	8.42%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	41,225.28	0.47%	0.47%	-14.08%	2.27%	-13.40%	1.6
PSEi - PHILIPPINE SE IDX	PCOMP Index	Philippines	8,049.31	1.34%	1.34%	14.25%	-3.22%	17.28%	2.4
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,229.85	-0.21%	-0.21%	21.01%	12.37%	12.07%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,372.42	-0.23%	-0.23%	0.37%	-6.72%	2.37%	1.4
TAIWAN TAIEH INDEX	TWSE Index	Taiwan	10,572.16	0.09%	0.53%	23.58%	19.40%	14.66%	1.8
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,638.76	1.21%	1.40%	14.75%	18.02%	6.01%	2.0
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	798.15	1.59%	2.32%	20.68%	17.98%	20.50%	2.3
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	479.61	-0.06%	0.25%	13.69%	13.20%	13.69%	2.3
MSCI EM	MXEF Index	MSCI EM	1,091.17	-0.02%	0.32%	26.55%	17.67%	26.55%	1.8
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,836.95	0.75%	1.09%	17.31%	10.12%	17.31%	1.9
DFM GENERAL INDEX	DFMGI Index	Dubai	3,657.86	0.19%	0.19%	3.21%	3.55%	3.21%	1.4
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,942.08	1.02%	2.40%	25.69%	17.47%	25.69%	2.1
ARGENTINA Merval INDEX	MERVAL Index	Argentina	24,018.13	1.64%	2.73%	31.38%	27.73%	41.97%	1.7
MSCI BRAZIL	MXBR Index	Brazil	2,095.62	2.80%	4.90%	25.35%	19.99%	25.35%	1.9
CHILE STOCK MKT SELECT	IPSA Index	Chile	5,091.81	-0.65%	-0.06%	32.72%	33.00%	22.65%	1.7
IGBC GENERAL INDEX	IGBC Index	Colombia	11,210.11	1.24%	2.78%	14.49%	4.70%	10.92%	-
S&P/BMV IPC	MEXBOL Index	Mexico	50,083.80	-1.35%	-1.74%	28.03%	11.34%	9.73%	2.8
Bolsa de Panama General	BVPSBVPS Index	Panama	431.49	-0.19%	-0.06%	4.35%	7.82%	4.40%	1.9
S&P/BVLPeruGeneralTRPEN	SPBLPGT Index	Peru	17,943.85	1.12%	2.37%	19.86%	19.42%	15.27%	1.8
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	279,357.80	19.70%	19.25%	772.79%	2208.64%	781.11%	6.8
MSCI EFM AFRICA	MXFMEAF Index	Africa	896.17	-2.07%	-1.57%	16.48%	8.94%	16.48%	2.4
EGYPT HERMES INDEX	HERMES Index	Egypt	1,214.88	0.11%	0.11%	14.32%	-16.68%	11.36%	1.9
GSE Composite Index	GGSECI Index	Ghana	2,374.45	-0.22%	-0.22%	35.65%	18.85%	40.58%	2.2
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,839.99	1.07%	-4.65%	20.02%	18.87%	20.52%	2.4
MASI Free Float Index	MOSENEW Index	Morocco	12,602.20	2.75%	2.75%	17.85%	31.90%	8.23%	2.9
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	35,953.44	0.86%	0.86%	17.21%	14.25%	33.78%	1.6
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	49,613.75	-1.46%	-0.76%	19.27%	15.77%	12.24%	2.2
Average				0.53%	0.76%	27.63%	46.31%	28.69%	
Top 25%				1.20%	1.70%	23.73%	19.41%	20.73%	
Bottom 25%				-0.58%	-0.41%	9.94%	9.41%	6.88%	

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GLOBAL MARKET DATA (CONTD.)

4 to 10 September 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	91.50	-1.58%	-1.42%	-10.62%	-3.87%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.83	-1.47%	-1.05%	-12.59%	-6.43%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	57.19	-0.29%	-1.25%	-6.96%	-10.53%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.40	-0.47%	-1.18%	-3.16%	15.62%
USD-GBP X-RATE	USDGBP Curncy	UK	0.76	-1.84%	-2.03%	-6.46%	0.77%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	108.71	0.47%	0.77%	5.69%	1.21%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.24	-1.12%	-1.41%	-10.60%	-5.15%
USD-CNY X-RATE	USDCNY Curncy	China	6.52	-0.97%	-1.52%	-6.54%	-2.54%
USD-INR X-RATE	USDINR Curncy	India	63.88	0.22%	-0.03%	-5.91%	-4.03%
USD-JPY X-RATE	USDJPY Curncy	Japan	108.44	-2.21%	-1.95%	-7.84%	5.21%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,132.19	0.90%	0.63%	-6.25%	3.03%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	30.01	-0.38%	-0.64%	-7.34%	-4.21%
USD-ARS X-RATE	USDARS Curncy	Argentina	17.24	0.16%	-0.54%	8.63%	14.45%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.09	-1.69%	-1.95%	-5.16%	-4.00%
USD-CLP X-RATE	USDCLP Curncy	Chile	619.83	-0.90%	-1.02%	-7.60%	-6.88%
USD-MXN X-RATE	USDMXN Curncy	Mexico	17.66	-0.59%	-0.99%	-14.57%	-5.14%
USD-EGP X-RATE	USDEGP Curncy	Egypt	17.66	0.00%	0.02%	-2.68%	98.70%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	361.75	0.28%	0.28%	14.13%	14.13%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	12.92	-0.02%	-0.49%	-5.70%	-8.44%
Commodities				Return (USD)			
WTI CRUDE FUTURE Oct17	CLA Comdty	US	47.74	0.40%	0.53%	-16.75%	-9.53%
BRENT CRUDE FUTR Nov17	COA Comdty	UK	53.79	1.95%	1.74%	-8.49%	-0.22%
BALTIC DRY INDEX	BDIY Comdty		1,332.00	12.60%	12.50%	38.61%	68.18%
Natural Gas Futures	NGI Comdty		2.92	-5.86%	-4.93%	-22.40%	2.99%
Gold Spot \$/Oz	XAU Curncy		1,337.58	1.63%	1.90%	16.85%	0.62%
Silver Spot \$/Oz	XAG Curncy		17.87	1.31%	2.08%	12.82%	-8.47%
LME COPPER 3MO (\$)	LMCADS03 Comdty		6,693.00	-2.08%	-1.40%	20.91%	43.50%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.28	-0.08	-0.06	0.07	0.49
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.66	-0.11	-0.07	-0.29	0.46
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.08	-0.12	-0.07	-0.39	0.45
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.98	0.07	0.13	0.26	0.90
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	6.76	-0.11	-0.09	-0.68	0.94
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.01	-0.07	-0.04	-0.25	0.23
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.15	-0.04	-0.02	0.03	0.32
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.75	-0.03	-0.03	0.01	-0.12
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.37	-0.05	-0.04	0.15	0.14
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.33	-0.07	-0.05	0.10	0.37
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	0.63	-0.07	-0.05	-0.07	0.39
Greece Generic Govt 10Y Yield	GTGRD10Y Govt	Greece 10yr	5.42	-0.06	-0.06	-1.60	-2.74
Italy Generic Govt 10Y Yield	GBTPGRI0 Index	Italy 10yr	1.95	-0.12	-0.09	0.14	0.81
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.54	-0.05	-0.02	0.16	0.56
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	2.79	-0.04	-0.03	-0.97	-0.27
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.60	-0.08	-0.14	-0.19	0.72
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.55	0.06	0.02	0.03	-0.50
KCMP South Korea Treasury Bond	GVSK10YR Index	Korea 10yr	2.24	-0.04	-0.03	0.14	0.77
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.01	0.01	-0.01	-0.04	0.04
South Africa Govt Bonds 10 Yea	GSAB10YR Index	SA 10yr	8.45	-0.09	-0.16	-0.51	-0.20
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/22	ITRXEXE CBIL Curncy	EUR XOVER	230.17	0.29	-3.07	-54.59	-70.70
MARKIT ITRX EUROPE 06/22	ITRXEBE CBIL Curncy	EUR MAIN	52.37	-0.25	-1.73	-18.54	-11.88
MARKIT ITRX EUR SNR FIN 06/22	ITRXESE CBIL Curncy	EUR SNR FIN	50.47	-0.56	-1.54	-41.55	-32.82
MARKIT ITRX EUR SUB FIN 06/22	ITRXEUE CBIL Curncy	EUR SUB FIN	116.96	-1.94	-4.58	-102.44	-70.04
MARKIT CDX.NA.IG.28 06/22	IBOXUMAE CBIL Curncy	US IG	60.24	2.13	1.17	-7.78	-12.14
MARKIT CDX.NA.HY.28 06/22	IBOXHYSE CBIL Curncy	US HY	336.70	10.62	6.90	-21.63	-52.86
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SXSE Index	Europe	14.19	0.66	-0.09	-3.66	-4.64
FTSE 100 500 3month ATM	UKX Index	UK	11.37	1.31	0.97	-1.61	-1.77
Hang Seng 3month ATM	HSI Index	HK	15.20	-0.10	-0.20	-0.99	-1.21
Nikkei 3month ATM	NKY Index	Japan	14.86	2.01	2.28	-4.37	-5.84
S&P 500 3month ATM	SPX Index	US	11.56	1.16	0.95	-1.90	-0.79
Volatility (VIX)	VIX Index	US	11.29	1.99	1.53	-1.92	-0.39
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.25	0.01	0.02	-0.18	0.25
UK 5Y5YF Inflation Swap		GBP	3.37	-0.01	0.03	-0.19	0.18
JPY 5Y5YF Inflation Swap		JPY	0.24	-0.01	-0.01	-0.32	0.14
EUR 5Y5YF Inflation Swap		EUR	1.61	-0.01	0.00	-0.14	0.31
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	18.30				
Citi Economic Surprise Index -	CESICNY Index	China	31.10				
Citi Economic Surprise Index -	CESIEM Index	EM	25.50				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	19.60				
Citi Economic Surprise Index -	CESIG10 Index	G10	1.70				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	12.20				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	56.90				
Citi Economic Surprise - Unite	CESIUSD Index	US	-23.80				

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

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