

GLOBAL MARKET UPDATE



INTERVIEW WITH A VAMPIRE: 5 TO 11 JUNE

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Austria 0.98% , Canada 0.56% , Italy 0.28%
	Bottom 3:	Switzerland -2.70% , France -1.45% , Norway -1.45%
EMERGING	Top 3:	Mexico 2.44% , China "A" 1.97% , Dubai 1.44%
	Bottom 3:	South Africa -1.74% , Brazil -1.54% , Greece -1.20%
FRONTIER	Top 3:	Venezuela 19.70% , Nigeria 9.53% , Bermuda 2.48%
	Bottom 3:	Qatar -7.47% , Romania -3.13% , Argentina -2.48%

For US markets, a standout feature of the last few years has been the concentration of returns and profitability across a very small number of firms. Indeed, the overall number of listed companies in the US has fallen from 7,300 in the late 90's to only 3,599 today. Moreover, the share of total profits generated by the top 100 firms has shifted from around 50% in the 70/80/90s to approximately 85%. This dynamic owes much to the technology sector and its "disruption" of traditional business models. As such, the contribution of tech stocks to equity returns has been extremely significant; the NASDAQ has outperformed the S&P 500 every year since 2012, whilst the MSCI AC Asia IT index has delivered almost 2.25x the return of its (already tech heavy) MSCI AC Asia parent over 5 years.

This paradigm has prompted acronyms such as "Fang" - Facebook, Amazon, Netflix, Alphabet (Google) and "Faamg" - Facebook, Apple, Amazon, Microsoft, Alphabet (Google). According to a Goldman Sachs report last week, this latter group explains 37% of the S&P return YTD, a USD 660bn gain (equivalent to the combined GDP of Hong Kong and South Africa). However, there is now concern that the story has got ahead of itself - as GS comment "this outperformance, driven by secular growth and the death of the deflation narrative, has created positioning extremes, factor crowding and difficult to decipher risk narratives." Indeed, separately Bank of America suggested the sector is the most overweight it has ever been and that "based on EV/Sales, which would not be impacted by accounting differences such as the inconsistent treatment of stock-based compensation... tech trades at its highest relative multiple since the Tech Bubble, and is trading well above average even when excluding the Tech Bubble."

Of course, the tech rally is certainly not without foundation. However, there is a case that a combination of excess liquidity, few other bright spots across developed markets and strong momentum has caused investors to forget potential cyclicality. Moreover, the global success of US tech firms has perhaps masked the overall picture in US equities. Elsewhere, the oil price continued its struggle, with another week of losses as the Energy Information Agency projected that US domestic oil output will top 10 million barrels a day in 2018.

This week we have a FED meeting, at which we expect a rate rise, as well as Bank of England, Bank of Japan and Swiss National Bank gatherings at which policy is likely to be left on hold. There is also a Eurogroup meeting, which will focus on the Greek bailout review.

UNITED STATES

S&P 2,432 **-0.30%**, 10yr Treasury 2.21% **+4.14bps**, HY Credit Index 327 **+3bps**, Vix 11.20 **+0.95Vol**

Markets escaped relatively unharmed from Former FBI Director James Comey's testimony to Senate

regarding the investigation into Russia's interference in the presidential election and Donald Trump's demands that the Bureau end its investigation into his national security advisor Michael Flynn. When asked if the President had tried to obstruct justice, he commented "That's a conclusion that I'm sure the special counsel will work towards to try and understand what the intention was there and whether that's an offence."

With "Super Thursday" (UK elections, the testimony and an ECB meeting) out of the way, the **VIX dropped to its lowest level since 1993 at 9.37%**.

Economic data was somewhat weaker – ISM non-manufacturing for May coming in lower, alongside negative revisions for factory orders (declining for the first time in 5 months) and durable goods. However, the JOLTS report recorded the highest level of job openings on record, with the number of hires falling thus suggesting employers are finding it difficult to find qualified workers.

We continue to see US markets as offering limited potential. Trump's unorthodox leadership is likely to lead to ongoing political gridlock, the economy looks to be late cycle and valuations are demanding.

EUROPE

Eurostoxx 3,572 **-0.80%**, German Bund 0.26% **-1.00bps**, Xover Credit Index 241 **-8bps**, EURUSD 1.121 **+0.78%**

At the June ECB meeting, **Mario Draghi delivered an improved growth forecast and a tightening in forward guidance** - specifically the committee dropped their reference to "lower" interest rates (the deposit rate is currently at -0.40%) and upgraded the outlook to "broadly balanced" from "tilted to the downside". **However, the overall tone was dovish.** The inflation outlook was revised lower and there was an ongoing commitment that the "ECB will be in the market for a long time", i.e. that QE will continue until at least the end of the year. Bond yields therefore declined and the Euro lost ground against the USD. In terms of economic data, German factory orders fell more than expected in April (albeit this is a volatile series).

As we've commented many times, even though the financial crisis was almost 10 years ago, Europe has still not completed a clean-up of its banks. This week the "Single Resolution Board" (part of the ECB) judged that Banco Popular of Spain was "failing or likely to fail". This prompted a rescue by Santander at a price of 1 Euro, with all shareholders and junior bondholders wiped out. This

outcome may prompt a similar "resolution" for Veneto Banca and Popolare di Vicenza in Italy.

Elsewhere in southern Europe, the potential for a change in electoral system in Italy (towards German style proportional representation) unravelled after the ruling PD party lost a parliamentary vote. This reduces the probability of snap elections as President Mattarella made electoral change a pre-condition for an early vote. Meanwhile, **the president of the Spanish region of Catalonia announced an independence referendum for the 1st October.** The referendum is opposed by the central government and all main political parties. It is therefore unlikely to go ahead, as the central government can stop it on constitutional grounds. Last, in the first round of the French legislative elections yesterday early results suggest new **President Emmanuel Macron has claimed a dominant victory**, albeit on an extremely low turnout. The second round is held next weekend.

After one of the worst campaigns in memory, **Theresa May's early election gamble came back to bite her in the face.** The Tories won 318 seats (versus 326 required for a majority and 331 in 2015), a result which leaves the Government with no clear mandate for Brexit negotiations. Indeed, the Prime Minister has been forced to engage with the "DUP" in Northern Ireland (who won 10 votes) to keep her minority government in power. What the DUP might demand in return is as yet unclear. GBPUSD weakened around 1.5%, prompting a rally in the FTSE led by USD earners.

Economic data has suggested a gradual underlying weakening of the UK economy (for example, last week industrial and manufacturing output and consumer spending data from visa - suggesting a YOY fall in real spending by 0.8%). The lack of strong leadership is unlikely to help escape this trend, although it may result in a "softer" Brexit, which could help investor confidence in the short run.

ASIA PACIFIC

HSCEI 1,050 **-0.78%**, Nikkei 1,990.00 **-0.83%**, 10yr JGB 0.06% **+0bps**, USDJPY 110.220 **+0.00%**

China's economic data continues to suggest that the economy is stabilising around the current growth trajectory.

Following recent months of expansionary PMI data, **in May, trade data rebounded, while foreign reserves increased for the fourth consecutive month. Inflationary pressures remained largely benign.**

China's FX reserves increased \$24bn over the course of the month, a greater increase than the \$20bn witnessed in April. Given the weakness of USD versus other major global currencies during May, much of this increase is attributed to positive revaluation effects.

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Export growth increased from 8.0% YOY last month to 8.7% YOY, imports accelerated from 11.9% YOY to 14.8%, and the trade balance increased slightly from \$38.0bn USD of surplus in April to \$40.8bn in May. High exports came from new order growth, while the import strength is indicative of healthy domestic demand conditions.

China's CPI inflation rate increased slightly, in line with expectations, from 1.2% in April to 1.5% in May, while PPI fell from 6.4% to 5.5%. The month on month changes in both CPI and PPI can both be largely attributed to unfavourable and favourable respective base effects. PPI is likely to continue to moderate through the second half of 2017 on this basis.

Looking at the developments in Chinese economic data year to date, and comparing this to 2016, policymakers appear to have successfully stabilised most, if not all, of the major aspects of the economy that began to demonstrate turbulence last year. Domestic growth, the external balance and price levels, all appear to have been normalised through policy. Whilst the sustainability of this policy approach is highly questionable, there is no doubt that on a short term view the reactive measures adopted over the last 18 months have been largely successful.

In line with consensus expectations, the Reserve Bank of India left interest rates on hold at last week's monetary policy committee meeting.

The repo rate was left unchanged, however the Statutory Liquidity Ratio was cut by 50bps.

Over the last two years or so, the direction of Indian interest rates became largely a one-way bet. Inflation appeared to be structurally declining from the double-digit rates seen over the preceding few years down to sub-5% territory. It also appeared that, under former Governor Raghuram Rajan, the RBI had completed much of the heavy lifting in implementing a credible inflation targeting policy for arguably the first time.

As India now enters a world of sub-3% inflation, though, this certainty over the medium-term rate outlook may begin to fade. For example, following the April central bank meeting, when the RBI officially changed its stance from accommodative to neutral, the bond market sold off on the back of expectations for potential rate hikes and an end to the current easing cycle. However, after this was included in the June policy statement -

"The abrupt and significant retreat of inflation in April from the firming trajectory that was developing in February and March has raised several issues that have to be factored into the inflation projections".

- it now appears that the central bank is signalling a more dovish position. We believe that the RBI will now be highly data dependent, as Indian monetary policy enters a brave new world of operating an economy growing above 7% per annum, during the implementation once-in-a-generation structural reforms, and adjusting to developed-market style inflation rates.

CPI inflation in the Philippines fell from 3.4% YOY in April to 3.1% in May, reducing pressure on the incoming central bank governor Espenilla (who takes office in July following

his appointment by President Duterte) to raise interest rates. Bangko Sentral Pilipinas operates with a 2%-4% inflation target, which is now comfortably satisfied.

LATIN AMERICA

MSCI Lat Am 2,536 -0.39%

The MXN performed well last week (+2.4%) on the back of the PRI winning the election in the State of Mexico and three other states being split between the PAN and the PRI. This election was a good indication of the electoral strength of Mexico's main parties given that roughly 25% of the country's voters went to the polls, 1 year before general elections. The fact that the leftist Morena party, led by Andres Manuel Lopez Obrador, didn't do well, was appreciated by markets.

Mexico's consumer confidence came in at 86.8 in May, above market expectations and 2.2 pts above April's print. However, it stands 4.5 pts below the level recorded in the same month in 2016. This improvement can be attributed to the strength of formal employment (+4% YOY) and the better outlook for US-Mexico relationships.

Nonetheless, high inflation (from 4.7% YOY in January to 6.2% YOY in the first half of May), rising domestic interest rates, and softer labour market conditions should keep consumer confidence at low levels.

Brazil's industrial production grew 0.6% MOM in April and March's IP was revised upward to -1.3% from -1.8% MOM. Despite the MOM gain, the YOY growth rate is still negative (-4.5% YOY). May was also the 7th consecutive month of production growth for both cars and trucks, which improved 33.5% and 42.1% YOY, respectively.

The data confirm that industrial production is recovering slowly, which is consistent with the surveys that show a recovery in business confidence, aided by the decline in interest rates. Brazil's industrial cycle is recovering ahead of the consumer cycle.

AFRICA

MSCI Africa 854 -2.07%

Egypt's net reserves rose 9% in May to \$31.1bn, the highest since February 2011, up \$7bn so far this year and more than doubling since August 2016. As a result, import coverage rose to 5.6 months from 5.2 in April.

Egypt's inflation eased to 29.7% YOY in May after peaking at 31.5% in April. This is the first decline in CPI over the past 6 months (since the floating of the EGP).

S&P left South Africa's rating unchanged (as did Fitch). However, it maintained the negative watch.

South Africa fell into technical recession in 1Q17 with GDP contracting 0.7% QOQ (still +1.0% YOY) following a 0.3% QOQ contraction in 4Q16. GDP/capita hasn't grown for 4 years and 2Q17 didn't start very well as manufacturing production contracted 4.1% YOY in April.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
Core CPI (MAY) % YOY	Wed/14	1.9
Retail sales (MAY) % MOM	Wed/14	0.1
FED rate decision %	Wed/14	1.0
Industrial production (MAY) % MOM	Thu/15	0.1
Michigan consumer sentiment (JUN)	Fri/16	97.1
EUROPE		
Turkey GDP (Q1) % YOY	Mon/12	3.5
UK CPI (MAY) % YOY	Tue/13	2.7
Eurozone industrial production (APR) % YOY	Wed/14	1.3
Switzerland rate decision %	Thu/15	-0.75
Eurozone trade balance (APR) EUR Bn	Thu/15	22.6
BOE rate decision %	Thu/15	0.25
UK Retail sales (MAY) % YOY	Thu/15	1.5
Turkey rate decision %	Thu/15	8.0
Eurozone HICP (MAY) % YOY	Fri/16	1.4
Russia rate decision %	Fri/16	9.0
Russia GDP (Q1) % YOY	Fri/16	0.5
ASIA PACIFIC		
China M2 growth (MAY) % YOY	Mon/12	10.4
India CPI (MAY) % YOY	Mon/12	2.4
China retail sales (MAY) % YOY	Wed/14	10.7
China industrial production (MAY) % YOY	Wed/14	6.4
Indonesia rate decision %	Thu/15	4.75
LATIN AMERICA		
Brazil retail sales (APR) % YOY	Tue/13	-2.5

GLOBAL MARKET DATA

5 TO 11 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	2,431.77	-0.30%	0.83%	8.62%	14.95%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,421.71	1.16%	3.76%	4.76%	20.36%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	6,207.92	-1.55%	0.15%	15.32%	25.19%		4.0
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,473.21	0.56%	1.37%	1.30%	2.92%		1.9
S&P 500 FINANCIALS INDEX	S5FINL Index	US	402.33	3.58%	4.43%	4.09%	27.61%		1.4
S&P 500 CONS DISCRET IDX	S5COND Index	US	718.11	-2.03%	-0.78%	10.85%	14.26%		5.1
S&P 500 INFO TECH INDEX	S5INFT Index	US	957.79	-2.24%	-0.94%	18.55%	30.64%		5.0
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	894.13	0.11%	1.89%	12.20%	7.14%		3.9
S&P 500 ENERGY INDEX	S5ENRS Index	US	486.49	2.06%	1.52%	-12.27%	-4.85%		1.8
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,431.77	-0.30%	0.83%	8.62%	14.95%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	579.87	-0.49%	0.68%	7.77%	17.52%		4.7
S&P 500 CONS STAPLES IDX	S5CONS Index	US	581.46	-1.08%	-0.02%	9.34%	5.27%		5.6
S&P 500 UTILITIES INDEX	S5UTIL Index	US	270.66	-1.23%	-0.38%	9.65%	5.81%		2.0
S&P 500 MATERIALS INDEX	s5MATR Index	US	341.93	1.43%	2.91%	9.54%	13.49%		3.9
S&P 500 TELECOM SERV IDX	S5TELS Index	US	159.93	0.19%	0.74%	-9.44%	-6.15%		2.7
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,571.94	-0.80%	0.54%	15.71%	18.69%	8.98%	1.6
CAC 40 INDEX	CAC Index	France	5,275.32	-1.45%	-0.04%	15.72%	19.01%	9.00%	1.5
DAX INDEX	DAX Index	Germany	12,774.91	-0.69%	1.24%	18.51%	25.67%	11.62%	1.8
Athex Composite Share Pr	ASE Index	Greece	782.10	-1.20%	0.53%	29.01%	19.83%	21.51%	0.7
FTSE MIB INDEX	FTSEMIB Index	Italy	21,120.61	0.28%	1.53%	16.59%	17.64%	9.81%	1.2
AEX-Index	AEX Index	Netherlands	524.34	-0.53%	0.27%	15.87%	16.94%	9.13%	1.7
PSI All-Share Index GR	BVLX Index	Portugal	2,919.79	-0.51%	0.10%	23.62%	16.12%	16.44%	1.3
MICEX INDEX	INDEXCF Index	Russia	1,883.34	-0.55%	-1.32%	-9.35%	9.70%	-15.65%	0.7
IBEX 35 INDEX	IBEX Index	Spain	10,920.90	0.02%	0.55%	24.63%	23.85%	17.39%	1.6
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,645.65	-0.45%	0.67%	13.74%	15.54%	9.07%	2.4
SWISS MARKET INDEX	SMI Index	Switzerland	8,808.96	-2.70%	-2.03%	12.92%	8.96%	7.62%	2.5
BIST 100 INDEX	XUI00 Index	Turkey	99,194.15	-0.73%	1.12%	26.06%	4.20%	26.62%	1.4
FTSE 100 INDEX	UKX Index	UK	7,496.41	-1.38%	-1.07%	8.75%	6.39%	5.38%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	629.42	0.79%	1.77%	22.37%	23.90%	22.37%	1.6
S&P/ASX 200 INDEX	AS51 Index	Australia	5,677.80	-0.64%	0.48%	4.60%	7.34%	0.21%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,025.58	0.76%	1.35%	9.60%	13.70%	12.49%	-
HANG SENG CHINA ENT INDX	HSCEI Index	China "H"	10,501.85	-0.78%	-0.16%	12.11%	16.78%	12.74%	1.0
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,139.88	1.97%	1.71%	3.98%	4.27%	1.76%	1.7
HANG SENG INDEX	HSI Index	HK	25,746.80	0.33%	1.38%	17.65%	21.65%	18.32%	1.3
Nifty 50	NIFTY Index	India	9,623.15	0.01%	0.72%	24.74%	22.16%	18.11%	2.9
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,707.82	-1.14%	-0.99%	9.13%	16.17%	7.15%	2.4
NIKKEI 225	NKY Index	Japan	19,908.58	-0.83%	2.01%	10.53%	15.82%	4.70%	1.7
KOSPI 200 INDEX	KOSPI2 Index	Korea	306.24	0.05%	1.15%	27.71%	27.72%	18.99%	1.1
Laos Composite Index	LSXC Index	Laos	1,025.86	-0.95%	-2.45%	-0.93%	-11.31%	-0.43%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLCI index	Malaysia	1,788.89	1.06%	1.92%	14.64%	3.01%	8.96%	1.8
KARACHI 100 INDEX	KSE100 Index	Pakistan	47,666.33	2.01%	-2.09%	3.16%	31.82%	3.60%	1.9
PSEI - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,990.24	0.74%	2.58%	16.91%	-1.44%	16.81%	2.5
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,254.99	0.24%	1.28%	18.07%	11.82%	12.96%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,663.04	-0.40%	-0.01%	5.04%	-2.56%	7.08%	1.4
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	10,109.96	0.35%	1.53%	18.49%	24.81%	10.22%	1.7
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,567.23	-0.10%	0.28%	6.88%	12.67%	1.54%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	749.22	1.63%	1.75%	13.22%	17.03%	12.76%	2.2
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	466.84	-0.53%	0.66%	10.67%	14.67%	10.67%	2.3
MSCI EM	MXEF Index	MSCI EM	1,018.19	0.31%	1.28%	18.08%	21.64%	18.08%	1.7
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,745.07	0.25%	1.32%	13.51%	6.23%	13.51%	1.9
DFM GENERAL INDEX	DFMGI Index	Dubai	3,398.77	1.44%	1.82%	-3.70%	0.86%	-3.70%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,535.85	-0.39%	0.14%	8.34%	16.06%	8.34%	1.7
ARGENTINA Merval INDEX	MERVAL Index	Argentina	21,614.25	-2.48%	-1.87%	27.89%	39.13%	27.76%	0.7
MSCI BRAZIL	MXBR Index	Brazil	1,698.50	-1.64%	-1.92%	1.60%	21.41%	1.60%	1.5
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,846.33	-0.11%	1.15%	17.96%	24.65%	16.74%	1.6
IGBC GENERAL INDEX	IGBC Index	Colombia	10,753.51	-0.22%	0.66%	9.47%	8.70%	6.40%	-
S&P/BMV IPC	MEXBOL Index	Mexico	49,081.73	2.44%	3.47%	22.39%	8.38%	7.53%	2.7
Bolsa de Panama General	BVPSBVPS Index	Panama	423.09	-0.11%	-0.80%	2.32%	8.39%	2.37%	2.1
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	16,198.71	1.85%	1.31%	6.68%	17.39%	4.06%	1.6
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	92,261.61	19.70%	24.00%	191.07%	510.83%	191.00%	7.2
MSCI EFM AFRICA	MXFMEAF Index	Africa	854.31	-2.07%	0.19%	11.04%	11.22%	11.04%	2.4
EGYPT HERMES INDEX	HERMES Index	Egypt	1,216.54	0.49%	1.95%	12.14%	-15.43%	12.13%	2.0
GSE Composite Index	GGSECI Index	Ghana	1,917.27	-2.01%	-2.28%	10.03%	-2.34%	13.51%	1.8
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,468.68	-0.03%	0.80%	7.99%	-11.06%	8.87%	2.1
MASI Free Float Index	MOSENEW Index	Morocco	11,693.71	0.28%	0.78%	4.00%	18.81%	0.43%	2.5
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	33,276.68	9.53%	12.81%	23.91%	-22.87%	23.82%	1.5
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	45,506.75	-1.74%	-0.40%	11.70%	12.22%	4.49%	2.0
Average				0.29%	1.17%	14.26%	19.94%	13.58%	
Top 25%				0.52%	1.53%	17.81%	20.10%	16.51%	
Bottom 25%				-0.81%	-0.02%	7.32%	6.31%	5.21%	

GLOBAL MARKET DATA (CONTD.)

5 TO 11 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	97.21	0.58%	0.36%	-4.83%	3.53%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.89	0.78%	0.43%	-6.04%	1.09%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	57.11	0.68%	0.51%	-7.41%	-11.32%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.52	0.80%	0.27%	0.40%	22.29%
USD-GBP X-RATE	USDGBP Curncy	UK	0.78	1.19%	1.17%	-3.12%	13.47%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	106.32	-0.01%	0.15%	3.38%	-0.75%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.33	-1.16%	-1.32%	-4.33%	-1.31%
USD-CNY X-RATE	USDCNY Curncy	China	6.80	-0.10%	-0.40%	-2.27%	3.50%
USD-INR X-RATE	USDINR Curncy	India	64.38	0.15%	-0.16%	-5.31%	-3.59%
USD-JPY X-RATE	USDJPY Curncy	Japan	110.22	-0.05%	-0.40%	-5.69%	3.03%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,129.85	0.64%	0.52%	-6.78%	-2.93%
USD-TWD X-RATE	USDTHW Curncy	Taiwan	30.20	-0.02%	0.02%	-7.03%	-6.64%
USD-ARS X-RATE	USDARS Curncy	Argentina	15.92	-0.78%	-1.12%	0.28%	15.19%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.30	1.59%	2.17%	1.29%	-3.05%
USD-CLP X-RATE	USDCLP Curncy	Chile	663.50	-0.97%	-1.41%	-1.07%	-2.26%
USD-MXN X-RATE	USDMXN Curncy	Mexico	18.19	-2.68%	-2.39%	-12.32%	-0.41%
USD-EGP X-RATE	USDEGP Curncy	Egypt	18.11	0.72%	0.21%	0.03%	104.22%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	314.75	-2.88%	-2.20%	-0.07%	58.13%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	12.87	0.98%	-1.12%	-5.70%	-12.60%
Commodities				Return (USD)			
WTI CRUDE FUTURE Jul17	CLA Comdty	US	45.81	-3.84%	-5.15%	-19.26%	-14.08%
BRENT CRUDE FUTR Aug17	COA Comdty	UK	48.17	-3.60%	-5.14%	-18.14%	-11.85%
BALTIC DRY INDEX	BDIY Comdty		849.00	2.29%	-3.30%	-11.65%	38.95%
Natural Gas Futures	NG1 Comdty		3.02	1.33%	-1.04%	-18.39%	16.13%
Gold Spot \$/Oz	XAU Curncy		1,267.29	-0.98%	-0.18%	9.92%	-0.25%
Silver Spot \$/Oz	XAG Curncy		17.16	-2.02%	-0.76%	8.06%	-0.46%
LME COPPER 3MO (\$)	LMCADS03 Comdty		5,804.00	2.45%	2.15%	4.85%	28.55%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.34	0.05	0.05	0.15	0.57
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.78	0.05	0.01	-0.16	0.55
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.21	0.04	0.00	-0.24	0.51
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.42	0.02	0.01	-0.30	0.24
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	7.11	-0.17	-0.24	-0.33	1.11
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.01	-0.03	-0.04	-0.23	-0.24
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.17	0.01	0.00	0.02	0.28
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.73	-0.01	-0.02	0.04	-0.18
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.45	0.00	-0.02	0.08	-0.03
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.26	-0.01	-0.04	0.06	0.23
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	0.62	-0.06	-0.09	-0.04	0.26
Greece Generic Govt 10Y Yield	GTRD10Y Govt	Greece 10yr	5.92	-0.05	-0.09	-1.08	-1.38
Italy Generic Govt 10Y Yield	GBTTPGR10 Index	Italy 10yr	2.02	-0.17	-0.12	0.27	0.70
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.40	-0.13	-0.11	0.06	0.02
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	2.97	-0.02	-0.04	-0.75	-0.05
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.40	-0.01	0.01	-0.36	0.31
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.52	-0.12	-0.16	-0.01	-0.98
KCMP South Korea Treasury Bond	GYSK10YR Index	Korea 10yr	2.17	-0.03	-0.07	0.08	0.52
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.06	0.00	0.01	0.01	0.18
South Africa Govt Bonds 10 Yea	GSAB10YR Index	SA 10yr	8.47	0.04	-0.11	-0.44	-0.55
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/22	ITRXEXE CBIL Curncy	EUR XOVER	241.17	-7.50	-11.43	-47.37	-79.53
MARKIT ITRX EUROPE 06/22	ITRXEBE CBIL Curncy	EUR MAIN	59.16	-2.82	-3.20	-12.90	-15.26
MARKIT ITRX EUR SNR FIN 06/22	ITRXESE CBIL Curncy	EUR SNR FIN	64.33	-5.17	-4.55	-28.40	-31.47
MARKIT ITRX EUR SUB FIN 06/22	ITRXEUE CBIL Curncy	EUR SUB FIN	154.05	-2.95	-2.26	-66.36	-57.18
MARKIT CDX.NA.IG.28 06/22	IBOXUMAE CBIL Curncy	US IG	60.65	0.10	-2.29	-7.55	-15.48
MARKIT CDX.NA.HY.28 06/22	IBOXHYSE CBIL Curncy	US HY	326.66	3.00	-5.67	-31.95	-97.33
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	13.18	0.13	-0.64	-4.66	-9.35
FTSE 100 500 3month ATM	UKX Index	UK	10.46	-0.15	-0.57	-2.52	-6.76
Hang Seng 3month ATM	HSI Index	HK	12.02	-0.44	-0.32	-4.17	-4.82
Nikkei 3month ATM	NKY Index	Japan	14.10	0.47	1.14	-5.13	-26.54
S&P 500 3month ATM	SPX Index	US	9.94	0.35	0.03	-3.52	-3.62
Volatility (VIX)	VIX Index	US	11.20	0.95	0.29	-3.34	-3.94
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.21	0.00	-0.02	-0.22	0.22
UK 5Y5YF Inflation Swap		GBP	3.32	-0.08	-0.05	-0.22	0.34
JPY 5Y5YF Inflation Swap		JPY	0.38	-0.03	-0.03	-0.18	0.09
EUR 5Y5YF Inflation Swap		EUR	1.56	-0.01	0.00	-0.18	0.16
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	-0.40				
Citi Economic Surprise Index -	CESICNY Index	China	26.30				
Citi Economic Surprise Index -	CESIEM Index	EM	6.90				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	39.10				
Citi Economic Surprise Index -	CESIG10 Index	G10	-1.50				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	27.90				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	18.40				
Citi Economic Surprise - Unite	CESIUSD Index	US	-43.40				

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