

# GLOBAL MARKET UPDATE



## 17 TO 23 JULY: A WORLD OF DIFFERENCE

### THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Norway <b>2.65%</b> , Netherlands <b>2.03%</b> , Luxembourg <b>2.00%</b>
	Bottom 3:	Sweden <b>-2.96%</b> , Germany <b>-1.35%</b> , Ireland <b>-0.97%</b>
EMERGING	Top 3:	South Korea <b>2.37%</b> , Czech Republic <b>2.25%</b> , South Africa <b>1.83%</b>
	Bottom 3:	Russia <b>-1.98%</b> , Indonesia <b>-1.38%</b> , Colombia <b>-1.00%</b>
FRONTIER	Top 3:	Macedonia <b>8.49%</b> , Mongolia <b>7.51%</b> , Ghana <b>5.58%</b>
	Bottom 3:	Argentina <b>-5.02%</b> , Tanzania <b>-3.60%</b> , Tunisia <b>-2.46%</b>

Incoming data continues to show global growth has good momentum. Indeed, a number of countries (for example US and Germany) appear to be at full capacity. This should be generating inflation, making it a straightforward job for central banks to raise rates. However, in the new world things are not so easy. First, wage growth is much lower than the historical “Phillips Curve” relationship. Second, commodity prices are subdued – reflecting extensive capacity buildout over the last decade. Third, the extreme liquidity created by unconventional monetary policy has depressed even long-term yields, meaning a change in overnight interest rates could have much larger effects than usual. Last, the developed world is wrestling with lower potential growth than at any other time since the end of the second world war.

In this spirit, last week the ECB struck a dovish tone and the BOJ extended the time horizon for reaching 2% inflation for the 6th time. **This week there is an FOMC meeting** at which the FED may announce the timing of their balance sheet reduction. More likely, they will stand pat as recent US data (particularly inflation) has been somewhat softer than expected.

### UNITED STATES

S&P 2,473 **+0.54%**, 10yr Treasury 2.23% **-9.44bps**, HY Credit Index 323 **-3bps**, Vix 9.88 **-0.15Vol**

**US equities recorded modest gains last week**, with every major index except the Dow Jones Industrial Average touching a new all-time high. This masked divergence at a sector level; technology out-performed after Netflix surged over 15% on better than expected subscriber numbers (the Nasdaq managed 10 up days in a row ending on Friday), whilst financials lagged due to disappointing trading revenues and weak mortgage refinancing volumes. This latter point is interesting as it shows some follow through from higher interest rates. Industrials and Energy stocks also finished in negative territory. More generally, **after**

**around a quarter of S&P 500 companies have reported Q2 earnings, EPS growth is running at a little over 8% (about half the pace of Q1).**

**Economic data was somewhat mixed** – housing stats and the Leading Indicator Index surprised positively whilst Empire State Manufacturing, Philly Manufacturing and import prices all missed expectations. This continued run of sub-par data, together with dovish central bank rhetoric elsewhere, pushed the yield on the **US 10-year lower to 2.24% yield, giving up most of its recent gains.** Also of interest, the National Association of Realtors reported foreign buyers accounted for a record 10% of all US home purchases by value in the year to March 2017, a 49% increase to USD 150.3bn of investment.

Chris Wehbe  
CEO & Chair of Investment  
Committee

[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

Twitter: [@cswehbe](https://twitter.com/cswehbe)

Aaron Armstrong  
Senior Investment Analyst  
(Asia)

[aaron.armstrong@alquity.com](mailto:aaron.armstrong@alquity.com)

Florian Gueritte  
Investment Analyst  
(LatAm)

[florian.gueritte@alquity.com](mailto:florian.gueritte@alquity.com)

Temí Iyiola  
Investment Analyst  
(Africa)

[temi.iyiola@alquity.com](mailto:temi.iyiola@alquity.com)

Meanwhile, in the Senate, **the Republican's again failed to repeal and replace Obamacare**. This is significant as tax reform is unlikely to happen before healthcare is addressed. Moreover, Arizona senator John McCain was diagnosed with an aggressive form of brain cancer, which will reduce the 52-48 Republican majority to a wafer thin 3 votes..

## EUROPE

Eurostoxx 3,450 **-0.34%**, German Bund 0.50% **-9.10bps**, Xover Credit Index 238 **-7bps**, EURUSD 1.165 **-1.67%**

At the July ECB meeting, the governing council left policy unchanged and in the accompanying press conference **Mario Draghi struck a Dovish tone**. In particular, he stated:

- The “last thing that the Governing Council may want is actually an unwanted tightening of the financing conditions that either slows down this process or may even jeopardize it.”
- There was no discussion of tapering asset purchases. Instead, the council plans to start the debate in the autumn, albeit governors were unanimous in setting no precise date (we think October is most likely).

This prompted a fall in bond yields (particularly in the periphery) and, perhaps surprisingly, a continued strengthening in the euro to 2-year highs against the USD. In terms of equities, the export heavy Dax therefore underperformed.

*Although not yet confirmed, it is expected that Mario Draghi will speak at the annual Jackson Hole central banking conference in late August. Depending on the evolution of data over the coming month, this may become a key event in terms of messaging the ECB's tapering plans.*

**In the UK, CPI inflation came in lower than expected** (core falling to 2.4% from 2.6%), assuaging fears that the Bank of England may be about to raise rates. The pound nonetheless continued to weaken, back to levels last seen in November last year.

## ASIA PACIFIC

HSCEI 1,082 **+0.53%**, Nikkei 1,997.00 **+1.26%**, 10yr JGB 0.07% **0bps**, USDJPY 110.830 **-1.20%**

The BOJ in Japan kept its yield-curve control, asset purchases and interest rates unchanged on Thursday. However, there was a change to guidance, with **the calendar forecast for its 2% inflation target moved for the 6th time to April 19 from April 18**. The central bank also lowered its CPI targets for fiscal year 2017 to 1.1% (from 1.4%) and for fiscal year 2018 to 1.5% (from 1.7%).

*CPI inflation in Japan is running at 0.4% YOY. The central bank therefore continues to be overly optimistic on price pressures. With respect to its calendar guidance, we're a little unsure why the bank persists with this policy; it only serves to undermine their already extremely low credibility.*

In a further sign, that nothing has fundamentally changed in Japan, the Cabinet Office published its latest “medium/long-term economic and fiscal estimates”. Even on deeply

unrealistic assumptions such as the “economic revitalisation scenario” of 3% real economic growth, the country is not forecast to meet the government's target of a primary balance by April 2020.

**China's GDP growth rate for Q2 came out ahead of expectations at 6.9% YOY**, reaffirming our views that the Chinese economy remains robust. The rest of the data batch was overall positive, with June's retail sales (+11.0% YOY vs 10.7% in May), industrial production (+7.6% vs May's 6.5%) and fixed asset investment (+8.6%, unchanged) all coming out ahead of the market's expectations.

*Our view on the Chinese economy has remained essentially unchanged throughout 2017, with this data adding to our conviction. The government continues to support the economy with fiscal stimulus to ensure that the official economic growth target is met for the full year, in addition to effectively tackling the three key risk issues that had materialised over the last two years. Each of the three (depreciation pressure, capital outflows and systemic risk posed by the shadow banking sector) have been tackled this year through a mix of interrelated measures centred around controlling credit growth and the ultimate destination of credit, adopting a neutral monetary policy stance to support the value of the RMB, and greater enforcement of largely pre-existing capital control measures.*

*We see no reason for the current growth paradigm existing in the Chinese economy to change in the run up to the National Congress in Q4 2017, where key leadership posts will be allocated and all aspects of government and policymaking will be assessed based on their ability to hit (growth-centric) overarching national objectives.*

As we head towards China's National Congress, the ongoing ‘game of thrones’ entered a new chapter this week, as a potential long-term successor to President Xi Jinping was axed from the party.

Sun Zhengcai had been the Communist Party leader of Chongqing and was touted as a potential candidate for President in future. Mr Sun's expulsion was almost a carbon copy of an incident back in 2012, when the then leader of Chongqing, Bo Xilai, who was also seen as a possible challenger to Xi Jinping, was removed from his post (and later jailed). Mr Sun is only the 4th member of the Politburo to be expelled in this way in the last twenty years, and has been replaced by one of President Xi's trusted allies.

Over the last 18 months, Xi has either appointed or promoted nearly all of China's 31 provincial party heads as he moves to further consolidate power. This raises the spectre that Xi may well try to stay on beyond his expected leave date in 2022, at which point he will have served the customary two 5-year terms. Alternatively, with Mr Sun now exiled, Xi would be free to appoint a frontman to hold the official presidency beyond 2022, while continuing to pull the strings from behind the scenes.

**Bank Indonesia kept interest rates on hold at 4.75% for the ninth consecutive policy meeting**, in line with expectations. Policymakers were constructive on the global economy (China and Europe, less so for the US) and commodity prices, though cited risks such as Fed balance sheet reduction as cause to remain vigilant. Domestic GDP

Chris Wehbe  
CEO & Chair of Investment  
Committee

[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

Twitter: [@cswehbe](https://twitter.com/cswehbe)

Aaron Armstrong  
Senior Investment Analyst  
(Asia)

[aaron.armstrong@alquity.com](mailto:aaron.armstrong@alquity.com)

Florian Gueritte  
Investment Analyst  
(LatAm)

[florian.gueritte@alquity.com](mailto:florian.gueritte@alquity.com)

Temu Iyiola  
Investment Analyst  
(Africa)

[temu.iyiola@alquity.com](mailto:temu.iyiola@alquity.com)

growth forecasts for 2017 were left unchanged at 5.0%-5.4% YOY.

**As the soap opera currently engulfing Pakistan's political leadership drags on, the country's external balance continues to deteriorate.** The Supreme Court is continuing to investigate the Prime Minister's family in conjunction with undeclared wealth, with impeachment before next year's general election still a possibility. Meanwhile, **Pakistan's current account deficit for the 12 months to June 2017 grew 149% YOY to USD12bn, a near-decade high.** This follows the central bank's decision to allow the rupee (which has been pegged to the dollar for two years) to devalue by 3%, after which the central bank governor was fired.

*Given the deteriorating external position and the currency remaining around ~10-15% overvalued on a real effective exchange rate basis, there remains a case for further devaluation in order to reflate the economy. This now looks unlikely, however, given the government's intervention in the running of the central bank. .*

## LATIN AMERICA

MSCI Lat Am 2,400 +4.33%

**Brazil's government made clear it would do whatever is necessary to end the year delivering the BRL 139Bn primary budget deficit it promised.** It announced another BRL 5.9Bn spending cut and increased taxes over gasoline, diesel and ethanol (raising about BRL 10Bn).

*The decision of the tax increase on those items is very well timed as inflation is below the central bank's target range and oil price declines will offset the inflationary impact of this measure.*

*This announcement also increases the credibility of the economic team. By making explicit the consequences of the absence of a pension reform (reduce discretionary expenses and/or increase taxes), Mr Meirelles is putting pressure on lawmakers to pass this long-awaited structural reform.*

**Peru's GDP grew 3.39% YOY in May**, mainly driven by a boost in fishing sector output. This brings YTD GDP growth to 1.96% YOY.

**Colombia's consumer confidence rebounded in June**, reaching its highest level of the year at -11.7pts. This remains in negative territory and is aligned with the negative performance of retail sales thus far this year (-1.4% YOY YTD), amid the effect of the VAT hike approved in the tax reform, and the still high (although decreasing) interest rates and inflation. However, the indicator is finding a bottom and an improvement can be expected given that the disinflationary trend and an easing monetary policy, which will support real disposable income.

**Colombia's trade deficit declined 33% YOY in the January-May period**, reaching USD 3.5Bn.

*The current account keeps on adjusting following the COP devaluation.*

**S&P revised Mexico's credit rating outlook to stable from**

**negative**, arguing that fiscal accounts are improving and downward risks on economic growth are moderating. The Mexican government re-affirmed its commitment to their fiscal consolidation efforts. Finance Minister Meade stated that S&P's announcement reflects a "vote of confidence on the macroeconomic fundamentals and the good performance of the economy".

## AFRICA

MSCI Africa 884 +2.33%

**South African CPI slowed to 5.1% YOY in June from 5.4% in May. The SARB used this as an impetus to stimulate the economy with a 25bps cut in its benchmark repo rate to 6.75%.**

**The South African Mineral Resources Minister proposed restricting the grant of new mining rights and the transfer of mineral rights between companies.** This adds further uncertainty to mining within South Africa (a key source of inflows) and reverses the little progress made last week with the suspension of the new mining charter.

**The Nigerian CPI declined for the 5th consecutive month to 16.10% YOY from 16.25% in May**, driven by stabilising non-food prices. The headline index increased 1.58% MOM (vs. 1.88% in May), bringing the cumulative inflation from January to June to 9.28%. The pressure on food prices has persisted with the basket increasing 19.91% in June from 19.27% in May.

**Transactions in the Nigerian Central Bank's FX window for investors and exporters rose 30.55% in one week.** This brings the total volume traded at the window since its inception to USD 4.15bn.

*The recent set of data suggests that there is increased confidence in the economy. However, the improvements are very much reliant on government coffers, oil prices and crude oil earnings (CBN injected an additional USD 195m into the inter-bank FX market in the last week). Incidentally, crude oil earnings decreased to N238.09bn in May from the N292.82bn in February. Federally collected revenue is as a result down by 13.42%, creating an estimated deficit of N397.74 bn.*

**The Kenyan central bank held its benchmark lending rate at 10%**, citing a fall in inflation (MOM inflation fell from a five-year peak of 11.7% in May to 9.21% in June, largely due to a fall in food prices), relatively stable FX market, and narrower current account deficit and FX reserves. Regarding the upcoming 8th August election, the latest polls put the incumbent Kenyatta at 49% and Odinga at 44% with 7% undecided, leaving both parties short of the 50+ percent required to avoid a run-off.

**PLEASE CONTINUE FOR  
DATA CALENDAR & MARKET DATA**

Chris Wehbe  
CEO & Chair of Investment  
Committee

[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

Twitter: [@cswehbe](https://twitter.com/cswehbe)

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Senior Investment Analyst  
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(Africa)

[temi.iyiola@alquity.com](mailto:temi.iyiola@alquity.com)

## THE WEEK AHEAD

	Date	Consensus
<b>US</b>		
Markit manufacturing PMI (JUL)	Mon/24	52.1
Case-Shiller HPI (MAY) % MOM	Tue/25	0.5
Consumer confidence (JUL)	Tue/25	116.0
FED rate decision %	Wed/26	1.0
GDP (Q2) saar % QOQ	Fri/28	2.5
Consumer spending (Q2) saar % QOQ	Fri/28	2.9
Michigan consumer sentiment (JUL)	Fri/28	93.0
<b>EUROPE</b>		
Eurozone PMI (JUL)	Mon/24	56.2
UK GDP (Q2) % YOY	Wed/26	1.7
Eurozone M3 (JUN) % YOY	Thu/27	5.0
Turkey rate decision %	Thu/27	8.0
France GDP (Q2) % QOQ	Fri/28	0.5
Eurozone industrial confidence (JUL)	Fri/28	4.3
Eurozone consumer confidence (JUL)	Fri/28	-1.7
<b>ASIA PACIFIC</b>		
Korea GDP (Q2) % YOY	Thu/27	0.4
Taiwan GDP (Q2) % YOY	Fri/28	2.4
Japan CPI (JUN) % YOY	Fri/28	0.4
<b>LATIN AMERICA</b>		
Brazil rate decision %	Wed/26	9.25
Colombia rate decision %	Thu/27	5.5
<b>AFRICA</b>		
Ghana rate decision %	Mon/24	21.5
Nigeria rate decision %	Tue/25	14.0

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[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

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Senior Investment Analyst  
(Asia)

[aaron.armstrong@alquity.com](mailto:aaron.armstrong@alquity.com)

**Florian Gueritte**  
Investment Analyst  
(LatAm)

[florian.gueritte@alquity.com](mailto:florian.gueritte@alquity.com)

**Temi Iyiola**  
Investment Analyst  
(Africa)

[temi.iyiola@alquity.com](mailto:temi.iyiola@alquity.com)

# GLOBAL MARKET DATA

17 to 23 July 2017

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	2,472.54	0.54%	2.03%	10.44%	14.20%		3.2
RUSSELL 2000 INDEX	RTY Index	US	1,435.84	0.49%	1.45%	5.80%	19.27%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	6,387.75	1.19%	4.03%	18.66%	25.89%		4.1
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,183.13	0.89%	3.54%	6.46%	8.51%		1.8
S&P 500 FINANCIALS INDEX	S5FINL Index	US	411.73	-0.28%	0.52%	6.52%	29.71%		1.4
S&P 500 CONS DISCRET IDX	S5COND Index	US	724.96	1.04%	1.53%	11.91%	12.38%		5.2
S&P 500 INFO TECH INDEX	S5INFT Index	US	991.97	1.11%	5.50%	22.78%	31.71%		5.3
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	936.04	1.10%	2.08%	17.46%	8.20%		4.0
S&P 500 ENERGY INDEX	S5ENRS Index	US	479.45	-0.48%	0.32%	-13.53%	-6.19%		1.8
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,472.54	0.54%	2.03%	10.44%	14.20%		3.2
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	587.51	-1.01%	0.79%	9.19%	16.10%		4.7
S&P 500 CONS STAPLES IDX	S5CONS Index	US	567.44	0.58%	0.11%	6.70%	0.30%		5.4
S&P 500 UTILITIES INDEX	S5UTIL Index	US	270.35	2.59%	2.49%	9.53%	2.23%		2.0
S&P 500 MATERIALS INDEX	s5MATR Index	US	346.24	-0.02%	2.61%	10.92%	13.77%		3.9
S&P 500 TELECOM SERV IDX	S5TELS Index	US	150.66	1.02%	-2.19%	-14.69%	-16.93%		2.6
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,449.61	-0.34%	2.51%	16.03%	23.23%	4.90%	1.6
CAC 40 INDEX	CAC Index	France	5,120.54	-0.48%	2.16%	16.42%	23.93%	5.25%	1.5
DAX INDEX	DAX Index	Germany	12,223.23	-1.35%	1.51%	17.92%	27.72%	6.61%	1.7
Athex Composite Share Pr	ASE Index	Greece	847.25	0.56%	4.98%	45.38%	57.66%	31.44%	0.7
FTSE MIB INDEX	FTSEMIB Index	Italy	21,216.70	0.43%	5.29%	21.92%	33.70%	10.23%	1.2
AEX-Index	AEX Index	Netherlands	521.52	2.03%	5.25%	19.55%	22.45%	8.08%	1.7
PSI All-Share Index GR	BVLX Index	Portugal	2,888.49	1.84%	4.72%	27.08%	25.77%	14.89%	1.4
MICEX INDEX	INDEXCF Index	Russia	1,926.17	-1.98%	2.17%	-10.96%	8.30%	-13.78%	0.7
IBEX 35 INDEX	IBEX Index	Spain	10,402.70	-0.38%	2.04%	23.32%	28.73%	11.49%	1.5
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,572.90	-2.96%	1.11%	14.90%	19.45%	4.23%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	8,939.15	0.89%	1.74%	16.93%	13.99%	8.74%	2.5
BIST 100 INDEX	XU100 Index	Turkey	107,424.40	1.34%	5.60%	36.07%	29.55%	36.73%	1.5
FTSE 100 INDEX	UKX Index	UK	7,416.73	0.23%	1.69%	9.70%	9.29%	4.34%	1.8
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	650.44	1.31%	4.01%	26.46%	23.53%	26.46%	1.7
S&P/ASX 200 INDEX	AS51 Index	Australia	5,688.07	0.50%	3.03%	10.69%	9.60%	1.01%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,125.46	0.31%	1.61%	14.19%	15.79%	17.17%	-
HANG SENG CHINA ENT INDX	HSCEI Index	China "H"	10,820.95	0.53%	4.03%	14.00%	18.29%	14.82%	1.0
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,250.60	0.73%	1.72%	7.33%	5.49%	4.33%	1.8
HANG SENG INDEX	HSI Index	HK	26,846.83	1.18%	3.62%	20.53%	20.56%	21.39%	1.4
Nifty 50	NIFTY Index	India	9,963.25	0.13%	4.51%	27.87%	21.54%	21.13%	3.0
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,785.18	-1.38%	-1.21%	10.51%	8.56%	8.85%	2.4
NIKKEI 225	NKY Index	Japan	19,975.67	1.26%	1.48%	10.42%	13.92%	5.16%	1.7
KOSPI 200 INDEX	KOSPI2 Index	Korea	322.01	2.30%	5.53%	33.51%	30.69%	23.76%	1.2
Laos Composite Index	LSXC Index	Laos	1,019.72	-0.90%	0.61%	-0.44%	-8.81%	0.64%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLCI Index	Malaysia	1,761.54	0.43%	0.07%	12.22%	0.67%	7.15%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	45,383.46	1.94%	-3.17%	-6.11%	14.74%	-5.26%	1.8
PSEi - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,962.64	1.03%	1.39%	14.20%	-8.32%	16.80%	2.4
STRAITS TIMES INDEX STI	FSTI Index	Singapore	3,310.16	1.51%	3.79%	22.17%	12.16%	15.04%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,665.14	-1.41%	-1.21%	4.40%	-1.23%	7.08%	1.5
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	10,461.28	-0.51%	0.27%	20.12%	21.22%	12.79%	1.7
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,577.22	0.69%	1.34%	9.30%	9.50%	1.98%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	759.74	-2.05%	-1.93%	14.79%	13.36%	14.59%	2.2
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	476.77	0.63%	2.51%	13.02%	15.60%	13.02%	2.3
MSCI EM	MXEF Index	MSCI EM	1,060.18	1.25%	4.89%	22.95%	21.70%	22.95%	1.7
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,737.39	0.18%	1.36%	13.19%	6.21%	13.19%	1.9
DFM GENERAL INDEX	DFMGI Index	Dubai	3,589.56	1.02%	5.35%	1.21%	0.83%	1.21%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,738.59	0.90%	7.64%	17.00%	14.41%	17.00%	1.9
ARGENTINA Merval INDEX	MERVAL Index	Argentina	21,498.58	-5.02%	-6.49%	16.21%	17.85%	27.08%	1.7
MSCI BRAZIL	MXBR Index	Brazil	1,851.50	1.01%	8.90%	10.75%	14.77%	10.75%	1.6
CHILE STOCK MKT SELECT	IPSA Index	Chile	5,010.02	1.10%	7.57%	24.19%	21.42%	20.68%	1.6
IGBC GENERAL INDEX	IGBC Index	Colombia	10,893.35	-1.49%	1.27%	7.41%	7.78%	7.79%	-
S&P/BMV IPC	MEXBOL Index	Mexico	51,564.62	0.69%	6.41%	32.71%	15.21%	12.97%	2.9
Bolsa de Panama General	BVPSBVPS Index	Panama	423.26	-0.34%	0.10%	2.36%	5.69%	2.41%	2.1
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	16,621.76	0.57%	2.86%	10.24%	15.13%	6.78%	1.7
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	132,529.30	2.31%	6.89%	310.26%	940.77%	318.00%	11.3
MSCI EFM AFRICA	MXFMEAF Index	Africa	884.24	2.33%	6.98%	14.93%	9.10%	14.93%	2.5
EGYPT HERMES INDEX	HERMES Index	Egypt	1,237.62	-0.60%	2.70%	14.98%	-10.04%	13.34%	2.0
GSE Composite Index	GGSECI Index	Ghana	2,217.79	5.58%	12.13%	26.56%	11.21%	31.30%	2.1
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,700.44	1.78%	2.54%	14.65%	2.94%	16.14%	2.3
MASI Free Float Index	MOSENEW Index	Morocco	12,120.77	-0.39%	2.36%	10.61%	28.33%	4.09%	2.6
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	34,020.37	2.12%	2.56%	26.48%	13.51%	26.59%	1.6
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	48,219.88	1.83%	6.22%	15.61%	13.86%	8.88%	2.2
<b>Average</b>				0.48%	2.71%	18.57%	28.13%	18.02%	
<b>Top 25%</b>				1.18%	4.62%	20.32%	21.62%	17.04%	
<b>Bottom 25%</b>				-0.34%	1.35%	9.61%	8.40%	5.23%	

Chris Wehbe  
CEO & Chair of Investment  
Committee

[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

Twitter: @cswehbe

Aaron Armstrong  
Senior Investment Analyst  
(Asia)

[aaron.armstrong@alquity.com](mailto:aaron.armstrong@alquity.com)

Florian Gueritte  
Investment Analyst  
(LatAm)

[florian.gueritte@alquity.com](mailto:florian.gueritte@alquity.com)

Temu Iyiola  
Investment Analyst  
(Africa)

[temu.iyiola@alquity.com](mailto:temu.iyiola@alquity.com)

# GLOBAL MARKET DATA (CONTD.)

17 to 23 July 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	94.00	-1.36%	-1.85%	-8.17%	-3.24%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.86	-1.67%	-2.05%	-9.81%	-5.47%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	59.87	0.40%	2.09%	-3.83%	-7.98%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.54	-0.07%	0.41%	0.35%	15.24%
USD-GBP X-RATE	USDGBP Curncy	UK	0.77	0.84%	0.22%	-5.02%	1.81%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	107.00	0.26%	0.57%	3.81%	0.04%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.26	-1.17%	-2.88%	-9.01%	-5.34%
USD-CNY X-RATE	USDCNY Curncy	China	6.75	-0.27%	-0.33%	-2.94%	1.07%
USD-INR X-RATE	USDINR Curncy	India	64.44	0.31%	-0.20%	-5.12%	-3.98%
USD-JPY X-RATE	USDJPY Curncy	Japan	110.83	-1.24%	-1.09%	-5.01%	5.03%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,114.12	-0.94%	-2.28%	-7.29%	-1.64%
USD-TWD X-RATE	USD TWD Curncy	Taiwan	30.32	0.39%	0.00%	-6.11%	-5.08%
USD-ARS X-RATE	USDARS Curncy	Argentina	17.41	3.32%	4.70%	9.67%	16.03%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.14	-1.15%	-4.97%	-3.44%	-3.92%
USD-CLP X-RATE	USDCLP Curncy	Chile	651.30	-0.99%	-1.89%	-2.89%	0.10%
USD-MXN X-RATE	USDMXN Curncy	Mexico	17.64	0.55%	-2.58%	-14.84%	-4.96%
USD-EGP X-RATE	USDEGP Curncy	Egypt	17.89	-0.58%	-1.38%	-1.44%	101.25%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	315.25	0.16%	0.16%	0.09%	7.41%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	12.94	-0.91%	-1.13%	-5.88%	-9.24%
Commodities				Return (USD)			
WTI CRUDE FUTURE Sep17	CLA Comdty	US	45.57	-2.10%	-1.12%	-19.69%	-8.66%
BRENT CRUDE FUTR Sep17	COA Comdty	UK	47.89	-1.74%	-1.46%	-18.32%	-5.73%
BALTIC DRY INDEX	BDIY Comdty		977.00	8.56%	8.44%	1.66%	34.57%
Natural Gas Futures	NG1 Comdty		2.93	-0.34%	-2.14%	-20.25%	10.33%
Gold Spot \$/Oz	XAU Curncy		1,254.59	2.14%	1.09%	8.92%	-5.72%
Silver Spot \$/Oz	XAG Curncy		16.46	3.29%	-0.64%	3.79%	-16.50%
LME COPPER 3MO (\$)	LMCADSO3 Comdty		6,004.00	1.32%	1.13%	8.46%	20.66%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.34	-0.02	-0.04	0.15	0.66
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.80	-0.06	-0.09	-0.12	0.71
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.24	-0.09	-0.07	-0.21	0.68
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.89	-0.01	0.12	0.16	0.78
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	6.85	0.04	0.06	-0.58	0.89
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.18	-0.14	-0.08	-0.06	0.34
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.01	-0.03	0.01	0.18	0.49
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.65	-0.03	-0.07	0.13	-0.02
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.19	-0.08	0.05	0.36	0.32
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.50	-0.09	0.04	0.30	0.52
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	0.74	-0.11	-0.06	0.07	0.54
Greece Generic Govt 10Y Yield	GTGRD10Y Govt	Greece 10yr	5.22	-0.06	-0.14	-1.80	-2.70
Italy Generic Govt 10Y Yield	GBTGPR10 Index	Italy 10yr	2.05	-0.22	-0.09	0.26	0.83
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.45	-0.20	-0.09	0.07	0.33
Portugal Generic Govt 10Y Yield	GSPPT10YR Index	Portugal 10yr	2.89	-0.24	-0.12	-0.86	-0.15
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.68	-0.02	0.10	-0.07	0.77
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.41	-0.03	-0.08	-0.08	-0.83
KCMP South Korea Treasury Bond	GVSKI0YR Index	Korea 10yr	2.22	-0.03	0.01	0.13	0.78
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.07	-0.02	-0.02	0.02	0.28
South Africa Govt Bonds 10 Yea	GSAB10YR Index	SA 10yr	8.54	-0.17	-0.26	-0.40	-0.23
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/22	ITRXEXE CBIL Curncy	EUR XOVER	238.28	-7.36	-9.84	-51.79	-78.05
MARKIT ITRX EUROPE 06/22	ITRXEBE CBIL Curncy	EUR MAIN	52.31	-2.32	-3.93	-19.96	-15.34
MARKIT ITRX EUR SNR FIN 06/22	ITRXESE CBIL Curncy	EUR SNR FIN	50.36	-1.93	-3.02	-43.75	-39.95
MARKIT ITRX EUR SUB FIN 06/22	ITRXEUE CBIL Curncy	EUR SUB FIN	122.12	-8.02	-11.58	-100.20	-81.62
MARKIT CDX.NA.IG.28 06/22	IBOXUMAE CBIL Curncy	US IG	56.91	-1.33	-4.16	-10.53	-12.86
MARKIT CDX.NA.HY.28 06/22	IBOXHYSE CBIL Curncy	US HY	322.87	-3.11	-18.24	-32.98	-64.34
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	13.95	0.35	-1.36	-3.89	-6.05
FTSE 100 500 3month ATM	UKX Index	UK	10.00	-0.47	-1.71	-2.98	-3.62
Hang Seng 3month ATM	HSI Index	HK	12.28	-0.66	-0.92	-3.91	-5.66
Nikkei 3month ATM	NKY Index	Japan	11.15	-0.95	-2.59	-8.08	-13.73
S&P 500 3month ATM	SPX Index	US	9.16	-0.40	-1.35	-4.30	-3.36
Volatility (VIX)	VIX Index	US	9.88	-0.15	-1.82	-4.68	-3.38
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.23	-0.04	0.00	-0.22	0.28
UK 5Y5YF Inflation Swap		GBP	3.33	0.00	-0.10	-0.26	0.26
JPY 5Y5YF Inflation Swap		JPY	0.30	-0.01	-0.01	-0.25	0.18
EUR 5Y5YF Inflation Swap		EUR	1.57	-0.01	-0.02	-0.17	0.25
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	-1.30				
Citi Economic Surprise Index -	CESICNY Index	China	23.70				
Citi Economic Surprise Index -	CESIEM Index	EM	15.00				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	26.40				
Citi Economic Surprise Index -	CESIG10 Index	G10	-16.60				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	-33.00				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	51.40				
Citi Economic Surprise - Unite	CESIUSD Index	US	-52.60				

Chris Wehbe  
CEO & Chair of Investment  
Committee

Aaron Armstrong  
Senior Investment Analyst  
(Asia)

Florian Gueritte  
Investment Analyst  
(LatAm)

Temu Iyola  
Investment Analyst  
(Africa)

[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

[aaron.armstrong@alquity.com](mailto:aaron.armstrong@alquity.com)

[florian.gueritte@alquity.com](mailto:florian.gueritte@alquity.com)

[temu.iyola@alquity.com](mailto:temu.iyola@alquity.com)

Twitter: @cswehbe

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

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*Swiss Representative: FIRST INDEPENDENT FUND SERVICES LTD., Klausstrasse 33, 8008 Zurich.*

*Swiss Paying Agent: Neue Helvetische Bank AG, Seefeldstrasse 215, CH-8008 Zurich.*

**Chris Wehbe**  
CEO & Chair of Investment  
Committee

[chris.wehbe@alquity.com](mailto:chris.wehbe@alquity.com)

Twitter: [@cswehbe](https://twitter.com/cswehbe)

**Aaron Armstrong**  
Senior Investment Analyst  
(Asia)

[aaron.armstrong@alquity.com](mailto:aaron.armstrong@alquity.com)

**Florian Gueritte**  
Investment Analyst  
(LatAm)

[florian.gueritte@alquity.com](mailto:florian.gueritte@alquity.com)

**Temí Iyiola**  
Investment Analyst  
(Africa)

[temi.iyiola@alquity.com](mailto:temi.iyiola@alquity.com)