

GLOBAL MARKET UPDATE



9 TO 15 JANUARY: WAITING FOR DONALD

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	New Zealand 3.11% , Singapore 2.68% , Australia 1.89%
	Bottom 3:	Portugal -1.05% , Finland -0.33% , Austria -0.30%
EMERGING	Top 3:	South Africa 5.38% , Brazil 3.53% , South Korea 3.38%
	Bottom 3:	Egypt -1.57% , Indonesia -1.30% , Mexico -1.13%
FRONTIER	Top 3:	Morocco 6.26% , Namibia 5.45% , Kazakhstan 4.01%
	Bottom 3:	Laos -9.57% , Kenya -5.49% , Saudi Arabia -3.84%

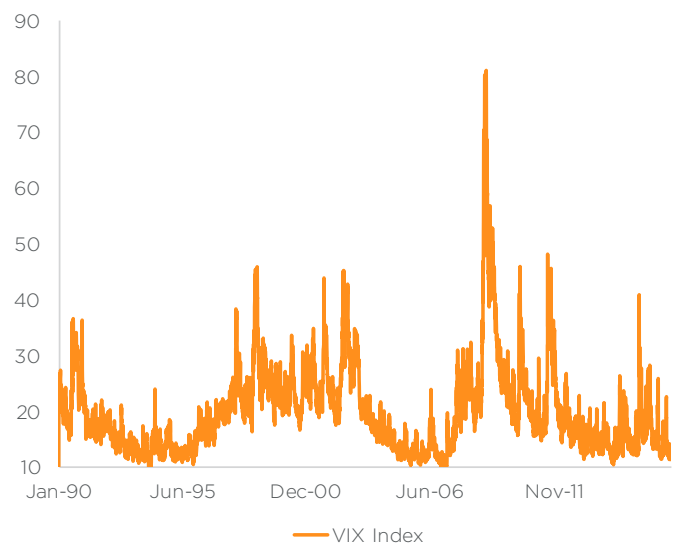
Markets hoped President Trump might deliver details of his stimulus agenda last week, but instead witnessed a dis-jointed press conference focused on protectionism and his personal agenda. As highlighted last week, markets face the dichotomy of a better near-term growth outlook and higher political risk across the globe. We tend to think volatility is under-priced (the VIX index sits at 11.54; it has been higher 97% of the time since 1990).

This week US markets are closed for Martin Luther King Day today, Teresa May outlines her Brexit strategy on Tuesday, there is an ECB meeting on Thursday and Donald Trump is inaugurated on Friday.

UNITED STATES

S&P 2,275 **-0.10%**, 10yr Treasury 2.39% **-2.29bps**, HY Credit Index 351 **+6bps**, Vix 11.23 **-0.09Vol**

An the aggregate level, **US equity markets were in a holding pattern** last week ahead of Trump's inauguration on Friday. This masked some sector divergence, with the tech heavy NASDAQ rising over 1% to a new all-time high but energy and defensive sectors ending lower. Financials, up almost 18% since the election, were broadly unchanged after Bank of America, JPMorgan and Wells Fargo kicked off earnings season with solid numbers.



The highly anticipated Trump news conference failed to deliver any discussion of fiscal stimulus. Instead, in our opinion, it **highlighted the risks to a Trump Presidency:**

- A President **lacking self-discipline and driven by ego;** Trump compared intelligence agency practices to Nazi Germany, refused to take questions from CNN and called media company "BuzzFeed" (which published the allegations Russia has compromising

information on Trump) a “failing pile of garbage”.

- **A focus on protectionism;** the building of a wall with Mexico and a “border tax” (broad levy on imports including those by US firms with production facilities abroad).

In another notable moment, the President elect gestured towards a comedy pile of documents, which were apparently “just some” of the files signed by Trump to pass management control of his business interests to his sons.

The President has executive authority to impose tariffs of up to 15%. Moreover, with US exports less than 13% of GDP (lowest in the developed or emerging world), he does not have great fear of retaliation. Border taxes would, however, be inflationary.

Economic data was mixed – small-business optimism touched a 12-year high and Michigan consumer sentiment remained at elevated levels, but retail sales disappointed (particularly stripping out autos).

EUROPE

Eurostoxx 3,301 **+0.92%**, German Bund 0.32% **+4.00bps**, Xover Credit Index 290 **-2bps**, EURUSD 1.059 **-1.04%**

As suggested by survey data, and we had discussed in last week’s issue, **industrial production data across Europe came out well ahead of expectations** for November (up 3.2% YOY vs 1.6% consensus estimate for the Eurozone). This contributed to Germany growing 1.9% in 2016 (the fastest pace in 5 years) and achieving a 0.6% of GDP fiscal surplus.

The **minutes to the December ECB meeting were generally supportive, but reflected the potential for division** going forward:

- “The scenario of a gradual **uptrend in inflation still relied, to a considerable degree, on accommodative monetary-policy support**”.
- The council chose between “**two broadly equivalent**” options to extend QE at EUR 80bn for 6 months or EUR 60bn for 9 months. They selected the latter on the basis of a need to provide support for an extended period and for ease of implementation.
- “**A few members could not support either of the two options** that had been proposed, while welcoming the scaling-down of purchases and other elements of the proposals, in view of their well-known general scepticism regarding the APP and public debt purchases in particular.”
- “**Possible adverse side effects from further sovereign asset purchases**, particularly in the medium to long term and related to the interaction with the fiscal domain, needed to be taken into account”.

The minutes confirm our view that continued global growth and inflation could create problems for the ECB as Germany pushes for tighter monetary policy before the rest of the zone is ready.

Rating agency DBRS surprised by downgrading Italy’s

sovereign rating from A low to BBC high on Friday. As discussed last week, this will see haircuts on Italian bonds posted as collateral with the ECB increase.

Industrial Production in the UK also experienced a large rebound (albeit at a slower pace than continental Europe, 2% YOY vs. 3.2%). Testifying before the Treasury Select Committee, Governor Carney therefore hinted at upgrades to growth projections. However, futures markets still expect it will take at least 2 years before an interest rate hike. Indeed, **GBP weakened to a 31-year low against the USD**, as Prime Minister May hinted the country may leave the single market to prioritise immigration control. This prompted **the FTSE 100 to close at a new high for 13 consecutive days (the longest winning streak on record)**.

Tomorrow, PM May will deliver a major speech detailing the government’s Brexit strategy.

The National Bank of Poland left rates on hold at 1.50%, whilst **the Turkish Lira continued to decline despite verbal intervention from President Erdogan and the central bank tightening liquidity.**

ASIA PACIFIC

HSCEI 9,666 **+1.84%**, Nikkei 1,909.00 **+0.96%**, 10yr JGB 0.05% **0bps**, USDJPY 114.150 **-2.10%**

Two positive data points on the Indian economy caused many investors to re-evaluate their assessment of the impact of demonetisation and their outlook for the economy for 2017. The Indian Nifty 50 index rose 1.90% over the week in response.

Shortly following the government’s announcement to withdraw the Rs. 500 and Rs. 1,000 banknotes from circulation in November, the Indian stock market sold off in anticipation of a period of prolonged and deep disruption as the economy adjusted.

However, last week we learned that industrial production in India grew 5.9% YoY in November (against expectations of 1% growth or less from many), which along with several corporate earnings announcements, paints a picture of an economy far less damaged than many expected it to be.

One reason for the better than expected adjustment stems from the government’s financial inclusion programme, which opened bank accounts for 200 million Indians in the two years leading up to demonetisation. The prevalence of mobile phone payment systems has also played an important role, with mobile phone penetration in India higher than credit card penetration.

Secondly, consumer price inflation came in below expectations at 3.4% (vs. consensus 3.5% and last month’s 3.6%). Inflation has now stabilised below the central bank’s 4% target (which was introduced in August 2016 during the transition period between outgoing Governor Rajan and incoming Governor Patel), opening the door for an interest rate cut in the coming months.

We believe that the transmission mechanism between the Reserve Bank of India’s base interest rate and the rates paid by households and corporates for loans and advances

is fundamentally shifting in response to demonetisation. A number of banks have already reduced lending rates in response to the additional market liquidity created by the flood of banking deposits. Household sensitivity to savings rates will also increase dramatically as a significantly greater proportion of wealth will be held in the formal banking sector.

China's consumer price inflation slowed slightly, from 2.3% in November to 2.1% in December, whilst producer price growth accelerated to 5.5% YoY from 3.3% the previous month.

The spike in producer prices is a culmination of several factors (in order of significant)

- Higher global commodity prices
- Domestic supply side reforms (for example, restrictions on how many days a year coal mines can operate, effectively reducing annual mining capacity)
- A strengthening of the Chinese economy during 2016, on the back of higher government spending and investment

The key point for Chinese inflation is whether producer price inflation translates to consumer price inflation, pushing the central bank to tighten interest rates at a time when the economy has only just returned to the growth path desired by the government. With the official CPI target currently set at 3%, we have not yet reached this juncture. Historical data suggests that the transmission between the two is strongest when the economy is nearer full capacity and the pricing pressure is led by stronger demand rather than tighter supply. We note that before tightening interest rates, if a PPI induced spike in CPI began to threaten price stability, the first step for the government would be to relax its supply side restrictions, providing an additional lever to hit inflation targets unavailable to the typical central banker.

China's December trade data came in weaker than expected, slowing down sequentially from November.

Exports shrank -6.1% YoY in December, with a month on month growth rate of 0.0%, versus a 2.9% month on month expansion between November and October.

The headline figures are reported in US dollars. In RMB, exports actually grew 0.6% YoY. Unfavourable base effects added to the headline negativity.

On a trade weighted basis, the RMB has appreciated since the beginning of the year, which, combined with domestic inflationary pressures, implies January's export data could also come in soft.

The Bank of Korea Monetary Policy Committee kept interest rates on hold at 1.25% at its January meeting with a unanimous decision, in line with expectations. The accompanying statement struck a dovish tone and became more pessimistic on the growth outlook for the economy. The official 2017 GDP growth forecast for the Korean economy was revised down from 2.8% to 2.5%.

The Australian Dollar continued its strong year-to-date performance on the back of better iron core and commodity prices.

LATIN AMERICA

MSCI Lat Am 2,424 +1.74%

Brazil's central bank cut the SELIC rate by 75bps to 13%, whilst consensus expected only a 50bps cut. The easing cycle started last November is accelerating. Inflation is decreasing sharply and reached 6.3% YoY in December, below the central bank ceiling for the first time in years. Inflation expectations are also anchored in the middle of the target range from 2018 onwards. In its statement the committee assesses that domestic activity has been weaker than expected and concludes that the recovery may be even slower and gradual than anticipated - as we've been arguing for the past few quarters. Indeed, industrial production is bottoming but retail sales and employment rate haven't stop falling yet.

December car production in Brazil increased by 40% YoY and truck production by 64%. New car sales and exports were marginal in this change; the bulk of the increase comes from inventory replenishing after 2 years of massive reduction. Stocks have been depleted by circa 300,000 cars and 30,000 truck units since beginning of 2015.

This data point is confirming our view that the industrial cycle will be the first to recover and reverse to its long-term mean. The industrial sector is usually early in the cycle, having dived earlier in the crisis; it is now rising from the ashes ahead of consumption.

FDIs to Brazil reached USD 75Bn in 2015 and 78.8Bn in the 11 months to November. Over the past 2 years, international investors have been benefiting from a 30%+ devaluation of the Brazilian currency and from bargain-basement valuations of distressed assets suffering from the crisis. International investors have been especially active in the infrastructure sector, which has been offering yields unmatched across the rest of the world.

For 5 of the last 6 months, Chilean pension funds have been net buyers of Chilean Equities. Chilean institutional investors had the lowest allocation to local equities in more than a decade back in mid-2016. 11 months ahead of the presidential election and a likely change in political leadership, pension funds are re-allocating their portfolios. It should be supportive for equities.

AFRICA

MSCI Africa 802 +2.97%

Inflation hit 23.3% YoY in Egypt in December. Core inflation came in at 25.9% and food inflation at 28%, driven by the devaluation of last November.

Egypt's central bank must urgently raise interest rates to stop the currency from depreciating further and to fight hyperinflation. This would be a further step in the right direction, showing goodwill to international investors from whom the government expect to raise USD 2-3Bn over the coming weeks.

Kenyan tax collection came in 14.5% short of government's target for the first 5 months of the fiscal year (from July to November).

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This should further increase the fiscal deficit planned to reach 9.8% of GDP this year. The country's reserves are declining, as well as its ability to pay-down debt (as measured by government revenue). Kenya has been postponing the issuance of a USD 1-2Bn Eurobond for more than 4 quarters now hoping for better international market conditions, whereas global interest rates are now increasing and the USD rise increases Kenya risk profile in the eyes of global investors.

The Kenyan stock index NSE 20 broke its lowest level since 2009, falling below 3,000. In USD, the index is back to its 2003 level. This index, gathering the 20 largest companies listed in Kenya, has lost 53.5% in USD since March 2015. The main detractor was the banking sector.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
CPI (DEC) % YoY	Wed/18	2.1
Industrial production (DEC) % MoM	Wed/18	0.7
EUROPE		
UK CPI (DEC) % YoY	Tue/17	1.4
Eurozone HICP (DEC) % YoY	Wed/18	1.1
ECB rate decision %	Thu/19	0.0
UK retail sales (DEC) % YoY	Fri/20	6.9
ASIA PACIFIC		
Malaysia rate decision %	Thu/19	3
Indonesia rate decision %	Thu/19	4.75
China GDP (Q4) % YoY	Fri/20	6.7
China industrial production (DEC) % YoY	Fri/20	6.1
China retail sales (DEC) % YoY	Fri/20	10.7
LATIN AMERICA		
Colombia retail sales (NOV) % YoY	Wed/18	3.9
Colombia industrial production (NOV) % YoY	Wed/18	3.2
AFRICA		
Nigeria CPI (DEC) % YoY	Mon/16	18.6
South Africa CPI (DEC) % YoY	Wed/18	6.5

GLOBAL MARKET DATA

9 to 15 January 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	2,274.64	-0.10%	1.60%	1.60%	18.36%		2.9
RUSSELL 2000 INDEX	RTY Index	US	1,372.05	0.35%	1.10%	1.10%	33.77%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	5,574.12	0.96%	3.55%	3.55%	20.78%		3.7
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,497.28	0.86%	3.87%	3.87%	37.53%		2.0
S&P 500 FINANCIALS INDEX	S5FINL Index	US	390.63	-0.13%	1.06%	1.06%	32.13%		1.3
S&P 500 CONS DISCRET IDX	S5COND Index	US	668.41	0.83%	3.18%	3.18%	15.32%		4.8
S&P 500 INFO TECH INDEX	S5INFT Index	US	834.02	0.78%	3.23%	3.23%	23.04%		4.6
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	819.50	-0.09%	2.83%	2.83%	4.52%		3.5
S&P 500 ENERGY INDEX	S5ENRS Index	US	546.96	-1.90%	-1.36%	-1.36%	29.83%		2.1
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,274.64	-0.10%	1.60%	1.60%	18.36%		2.9
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	546.27	0.14%	1.52%	1.52%	26.15%		4.3
S&P 500 CONS STAPLES IDX	S5CONS Index	US	529.18	-1.14%	-0.49%	-0.49%	5.05%		5.2
S&P 500 UTILITIES INDEX	S5UTIL Index	US	246.32	-0.66%	-0.21%	-0.21%	10.64%		1.8
S&P 500 MATERIALS INDEX	s5MATR Index	US	319.43	0.49%	2.33%	2.33%	29.74%		3.9
S&P 500 TELECOM SERV IDX	S5TELS Index	US	172.67	-1.09%	-2.23%	-2.23%	17.61%		2.9
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,301.31	0.92%	1.89%	1.89%	7.66%	1.03%	1.6
CAC 40 INDEX	CAC Index	France	4,891.91	1.08%	2.10%	2.10%	11.78%	1.24%	1.5
DAX INDEX	DAX Index	Germany	11,559.36	1.09%	2.15%	2.15%	16.29%	1.29%	1.8
Athex Composite Share Pr	ASE Index	Greece	646.05	-0.94%	2.12%	2.12%	11.21%	1.25%	0.5
FTSE MIB INDEX	FTSEMIB Index	Italy	19,324.51	-0.06%	2.32%	2.32%	-3.49%	1.46%	1.0
AEX-Index	AEX Index	Netherlands	484.85	1.05%	1.88%	1.88%	15.64%	1.02%	1.7
PSI All-Share Index GR	BVLX Index	Portugal	2,508.26	-0.08%	0.67%	0.67%	2.41%	-0.18%	1.4
MICEX INDEX	INDEXCF Index	Russia	2,184.53	-1.06%	0.93%	0.93%	67.13%	-1.68%	0.9
IBEX 35 INDEX	IBEX Index	Spain	9,441.80	0.78%	2.57%	2.57%	6.01%	1.71%	1.3
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,511.98	1.04%	2.34%	2.34%	8.97%	0.35%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	8,395.92	1.15%	3.69%	3.69%	1.45%	2.83%	2.5
BIST 100 INDEX	XU100 Index	Turkey	81,574.73	2.94%	-1.53%	-1.53%	-8.24%	4.33%	1.2
FTSE 100 INDEX	UKX Index	UK	7,340.72	0.97%	1.56%	1.56%	4.98%	2.73%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	537.27	1.88%	4.46%	4.46%	17.71%	4.46%	1.4
S&P/ASX 200 INDEX	AS51 Index	Australia	5,748.44	1.89%	4.75%	4.75%	25.00%	0.98%	2.0
DSE 30 Index	DS30 Index	Bangladesh	1,944.48	2.30%	5.31%	5.31%	7.96%	5.50%	-
HANG SENG CHINA ENT INDEX	HSCFI Index	China "H"	9,666.09	1.84%	4.17%	4.17%	16.14%	4.18%	1.0
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,103.43	-0.86%	0.90%	0.90%	-1.12%	0.29%	1.7
HANG SENG INDEX	HSI Index	HK	22,718.15	1.93%	4.25%	4.25%	16.19%	4.26%	1.2
Nifty 50	NIFTY Index	India	8,422.75	1.90%	2.35%	2.35%	10.18%	2.62%	2.7
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,278.94	-1.30%	1.02%	1.02%	21.48%	-0.45%	2.4
NIKKEI 225	NIKY Index	Japan	19,095.24	0.96%	2.55%	2.55%	15.11%	0.90%	1.8
KOSPI 200 INDEX	KOSPI2 Index	Korea	266.15	3.83%	5.65%	5.65%	19.13%	3.04%	1.0
Laos Composite Index	LSXC Index	Laos	1,104.22	-9.57%	8.81%	8.81%	-8.11%	8.84%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLI Index	Malaysia	1,661.40	0.15%	2.40%	2.40%	0.74%	1.87%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	49,039.40	0.39%	2.51%	2.51%	56.64%	2.94%	2.1
PSEI - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,238.45	-0.71%	5.23%	5.23%	8.43%	5.82%	2.3
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,010.24	2.68%	6.23%	6.23%	14.99%	5.01%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,199.69	0.91%	-0.34%	-0.34%	-7.52%	-0.17%	1.3
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	9,292.33	1.47%	3.95%	3.95%	28.30%	1.35%	1.6
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,574.03	1.08%	3.31%	3.31%	27.88%	2.09%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	677.94	1.13%	3.97%	3.97%	23.16%	3.04%	2.0
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	431.55	0.44%	2.30%	2.30%	16.25%	2.30%	2.1
MSCI EM	MXEF Index	MSCI EM	895.98	1.69%	3.91%	3.91%	23.90%	3.91%	1.5
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,527.30	0.77%	4.51%	4.51%	16.32%	4.51%	1.7
DFM GENERAL INDEX	DFMGI Index	Dubai	3,664.68	2.56%	5.37%	5.37%	32.15%	5.37%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,423.81	1.74%	3.55%	3.55%	44.19%	3.55%	1.8
ARGENTINA Merval INDEX	MERVAL Index	Argentina	18,885.09	3.00%	12.15%	12.15%	47.99%	11.63%	0.7
MSCI BRAZIL	MXBR Index	Brazil	1,786.51	3.01%	6.86%	6.86%	90.60%	6.86%	1.7
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,234.91	2.79%	3.73%	3.73%	31.20%	2.01%	1.4
IGBC GENERAL INDEX	IGBC Index	Colombia	10,237.62	-1.09%	3.27%	3.27%	36.59%	1.30%	-
MEXICO IPC INDEX	MEXBOL Index	Mexico	46,182.43	-1.13%	-3.12%	-3.12%	-7.33%	1.18%	2.6
Bolsa de Panama General	BVPSBVPS Index	Panama	414.54	-0.04%	0.26%	0.26%	3.21%	0.30%	1.9
S&P/BVLPPeruGeneralTRPEN	SPBLPGT Index	Peru	16,018.04	0.67%	2.57%	2.57%	79.02%	2.90%	1.6
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	31,616.87	-2.59%	-0.28%	-0.28%	36.77%	-0.28%	2.7
MSCI EFM AFRICA	MXFMEAF Index	Africa	801.82	2.97%	4.22%	4.22%	33.58%	4.22%	2.4
EGYPT HERMES INDEX	HERMES Index	Egypt	1,165.13	-1.57%	2.77%	2.77%	-9.00%	7.32%	2.1
GSE Composite Index	GGSECI Index	Ghana	1,735.67	1.89%	2.99%	2.99%	-21.30%	2.75%	1.5
Nairobi SE 20 Share	KNSMIDX Index	Kenya	2,971.10	-5.49%	-8.03%	-8.03%	-23.68%	-6.75%	1.9
MASI Free Float Index	MOSENEW Index	Morocco	12,722.60	2.01%	9.83%	9.83%	41.39%	9.26%	3.0
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	26,325.93	0.08%	-2.17%	-2.17%	-31.45%	-2.04%	1.2
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	46,276.68	5.38%	6.96%	6.96%	31.66%	4.93%	2.0
Average				0.55%	2.65%	2.65%	18.34%	2.68%	
Top 25%				1.79%	3.96%	3.96%	29.78%	4.28%	
Bottom 25%				-0.10%	1.31%	1.31%	5.53%	1.03%	

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GLOBAL MARKET DATA (CONTD.)

9 to 15 January 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	101.61	-1.02%	-1.01%	-1.01%	2.11%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.94	-1.04%	-1.17%	-1.17%	2.09%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	59.63	-0.06%	-3.26%	-3.26%	-21.67%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.76	2.25%	5.71%	5.71%	23.16%
USD-GBP X-RATE	USDGBP Curncy	UK	0.83	0.87%	1.35%	1.35%	18.35%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	103.73	0.65%	0.88%	0.88%	-1.09%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.34	-2.69%	-3.96%	-3.96%	-6.90%
USD-CNY X-RATE	USDCNY Curncy	China	6.90	-0.56%	-0.81%	-0.81%	4.59%
USD-INR X-RATE	USDINR Curncy	India	68.16	-0.20%	0.28%	0.28%	1.24%
USD-JPY X-RATE	USDJPY Curncy	Japan	114.15	-2.11%	-2.14%	-2.14%	-3.02%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,181.80	-2.28%	-2.72%	-2.72%	-2.74%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	31.68	-1.52%	-2.50%	-2.50%	-5.58%
USD-ARS X-RATE	USDARS Curncy	Argentina	15.84	0.23%	-0.15%	-0.15%	19.64%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.22	-0.09%	-1.03%	-1.03%	-19.46%
USD-CLP X-RATE	USDCLP Curncy	Chile	660.60	-1.15%	-1.65%	-1.65%	-8.57%
USD-MXN X-RATE	USDMXN Curncy	Mexico	21.62	1.04%	3.55%	3.55%	20.07%
USD-EGP X-RATE	USDEGP Curncy	Egypt	18.85	5.23%	4.38%	4.38%	141.68%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	315.24	0.46%	0.64%	0.64%	59.26%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	13.63	-1.79%	-1.52%	-1.52%	-17.87%
Commodities				Return (USD)			
WTI CRUDE FUTURE Feb17	CLA Comdty	US	52.26	-3.00%	-2.51%	-2.51%	34.21%
BRENT CRUDE FUTR Mar17	COA Comdty	UK	55.33	-2.89%	-2.41%	-2.41%	43.24%
BALTIC DRY INDEX	BDIY Comdty		910.00	-5.50%	-5.31%	-5.31%	137.60%
Natural Gas Futures	NGI Comdty		3.46	4.08%	-8.19%	-8.19%	59.84%
Gold Spot \$/Oz	XAU Curncy		1,202.73	2.11%	3.93%	3.93%	11.05%
Silver Spot \$/Oz	XAG Curncy		16.83	2.04%	5.68%	5.68%	21.92%
LME COPPER 3MO (\$)	LMCADSO3 Comdty		5,909.00	5.71%	6.75%	6.75%	33.82%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.19	-0.02	0.00	0.00	0.30
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.90	-0.03	-0.03	-0.03	0.39
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.40	-0.02	-0.05	-0.05	0.31
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.72	-0.02	-0.01	-0.01	0.48
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	7.57	-0.08	0.14	0.14	1.40
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.33	-0.02	0.13	0.13	-0.37
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.17	-0.04	0.05	0.05	-0.02
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.73	0.01	0.05	0.05	-0.33
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.50	-0.01	0.06	0.06	-0.34
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.32	0.04	0.13	0.13	-0.24
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	0.79	-0.03	0.12	0.12	-0.10
Greece Generic Govt 10Y Yield	GTGRD10Y Govt	Greece 10yr	6.91	0.11	-0.13	-0.13	-1.57
Italy Generic Govt 10Y Yield	GBTGRI10 Index	Italy 10yr	1.90	-0.06	0.08	0.08	0.32
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.42	-0.11	0.05	0.05	-0.35
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	3.90	-0.15	0.14	0.14	1.22
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.70	0.01	-0.07	-0.07	0.01
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.44	0.03	-0.10	-0.10	-1.37
KCMP South Korea Treasury Bond	GYSK10YR Index	Korea 10yr	2.09	-0.02	-0.01	-0.01	0.06
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.05	-0.01	0.00	0.00	-0.19
South Africa Govt Bonds 10 Year	GSAB10YR Index	SA 10yr	8.66	-0.15	-0.27	-0.27	-0.98
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 12/21	ITRXEXE CBIL Curncy	EUR XOVER	290.27	1.84	-0.44	-0.44	-73.67
MARKIT ITRX EUROPE 12/21	ITRXEBE CBIL Curncy	EUR MAIN	69.26	0.64	-3.09	-3.09	-20.26
MARKIT ITRX EUR SNR FIN 12/21	ITRXESE CBIL Curncy	EUR SNR FIN	86.97	-0.19	-6.69	-6.69	3.95
MARKIT ITRX EUR SUB FIN 12/21	ITRXEUE CBIL Curncy	EUR SUB FIN	212.88	10.84	-8.12	-8.12	39.92
MARKIT CDX.NA.IG.27 12/21	IBOXUMAE CBIL Curncy	US IG	65.89	1.47	-1.74	-1.74	-38.97
MARKIT CDX.NA.HY.27 12/21	IBOXHYSE CBIL Curncy	US HY	350.61	6.48	-6.24	-6.24	-181.72
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	15.92	-0.13	-1.92	-1.92	-9.90
FTSE 100 500 3month ATM	UKX Index	UK	12.64	0.93	-0.33	-0.33	-7.94
Hang Seng 3month ATM	HSI Index	HK	14.85	-0.50	-1.34	-1.34	-9.40
Nikkei 3month ATM	NKY Index	Japan	17.13	-1.36	-2.10	-2.10	-9.37
S&P 500 3month ATM	SPX Index	US	11.54	-0.14	-1.92	-1.92	-8.35
Volatility (VIX)	VIX Index	US	11.23	-0.09	-2.81	-2.81	-12.72
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.43	0.01	-0.02	-0.02	0.42
UK 5Y5YF Inflation Swap		GBP	3.67	0.06	0.11	0.11	0.42
JPY 5Y5YF Inflation Swap		JPY	0.56	0.00	0.01	0.01	0.05
EUR 5Y5YF Inflation Swap		EUR	1.74	-0.02	0.00	0.00	0.14
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	52.90				
Citi Economic Surprise Index -	CESICNY Index	China	44.10				
Citi Economic Surprise Index -	CESIEM Index	EM	37.60				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	74.80				
Citi Economic Surprise Index -	CESIG10 Index	G10	45.70				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	14.30				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	33.10				
Citi Economic Surprise - Unite	CESIUSD Index	US	38.00				

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