

GLOBAL MARKET UPDATE



13 TO 19 FEBRUARY: THE HONEYMOON

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Netherlands 1.75% , United States 1.51% , Australia 1.25%
	Bottom 3:	Norway -1.01% , New Zealand -0.31% , Japan -0.28%
EMERGING	Top 3:	Egypt 6.19% , Brazil 3.03% , Turkey 2.96%
	Bottom 3:	Russia -1.81% , Mexico -1.72% , Colombia -1.65%
FRONTIER	Top 3:	Venezuela 6.53% , Tanzania 5.16% , Israel 3.24%
	Bottom 3:	Tunisia -1.47% , Bulgaria -1.42% , Peru -1.35%

Not everyone is finding the Donald Trump Presidency straightforward. Foreign leaders have struggled with his “ad-lib” style, the media have provoked his ire with “very fake news” and now the whole of Sweden wondered if they missed something (at a rally on Saturday Trump commented “Sweden, who would believe this?” referencing a non-existent terror attack, possibly confusing the country with Sehwan in Pakistan). However, for now markets like the cut of his jib.

Better sentiment towards emerging markets was also in evidence last week. After recent successful Eurobond issues from Egypt and Nigeria, Mexico’s state-controlled oil company (Pemex) brought the biggest euro-denominated corporate bond deal ever. The EUR 4.25bn transaction was 4x over-subscribed. Egypt’s currency also made substantial gains and has now rallied around 15% against the USD this month. With the help of the IMF, Egypt is making solid progress and represents one of our top picks for 2017.

US markets are closed for President’s Day today.

UNITED STATES

S&P 2,351 **+1.51%**, 10yr Treasury 2.41% **+0.74bps**, HY Credit Index 321 **+1bps**, Vix 11.49 **+0.64Vol**

US equities delivered strong gains for the week and it again came on very low volatility - extending the record number of trading days since the last 1% gain (50 days) or 1% fall (90 days).

Economic data was strong across the board; retail sales beating expectations, the Philly Fed manufacturing index touching a 33 year high and the NFIB small business optimism survey holding its Trump highs (in contrast to consumer sentiment last week, which slipped back). CPI inflation also rose more than forecast and the positive tone

extended to the corporate level; with earnings season 75% complete, aggregate earnings are up 5.2% YOY.

At her semi-annual testimony to congress, Janet Yellen reflected this backdrop stating “we expect the economy to continue to expand at a moderate pace, with the job market strengthening somewhat further and inflation gradually rising to 2%.” Further, she commented “waiting too long to remove accommodation would be unwise, potentially requiring the FOMC to eventually raise rates rapidly, which could risk disrupting financial markets and pushing the economy into recession.” Indeed, her fellow FED governor Jeffrey Lacker, president of the Richmond FED, went further “Rates need to rise more briskly than markets now seem to expect...and the elevated uncertainty now surrounding fiscal policy, particularly the potential for

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substantial fiscal stimulus, suggests that our next increase should come sooner rather than later.”

Despite the hawkish rhetoric, bond yields were little changed. The market prices only a 17% chance of an interest rate hike in March, a 45% chance in May and a 70% chance at the June meeting.

We think the FED's outlook is still fluid. On the one hand, any Trump stimulus is unlikely to take (direct) effect until well into 2018 and much of recent inflation is from volatile components, which are biased to pull back. However, as we have discussed at length, we believe the labour market is now at full employment. Overall, we think the March meeting could well be used to signal a May move.

EUROPE

Eurostoxx 3,316 +0.97%, German Bund 0.31% -1.80bps, Xover Credit Index 296 -3bps, EURUSD 1.062 +0.24%

The 2nd estimate of Eurozone Q4 GDP came in slightly lower at 0.4% QOQ. Although a sector breakdown is not yet available, this is most likely due to industrial production for December disappointing. Overall, the Eurozone continues to show reasonable momentum (survey data is strong), but growth is yet to accelerate beyond the 1.5-1.7% “walking pace” of the last few years.

The minutes to the January ECB meeting provided a relatively neutral commentary. The “balance of risks to the economic outlook was seen as remaining on the downside” however these downside risks had “receded somewhat”. Most interestingly, the governing council agreed that **“limited and temporary deviations” from the capital key rule were possible.** This is to say the central bank could buy a greater proportion of peripheral versus German bonds than would be justified by their relative size.

At the political level, **Greek bonds widened** as squabbling between the various parties to the “bailout” continued. There is a Eurogroup meeting today, which may make some progress. In any case, Greece does not have a hard funding requirement until July. Meanwhile **in France, the election race appears wide open** as the main centrist candidates, François Fillon and Emmanuel Macron, battle scandals (the former for employing family members as parliamentary aides and the later for comments on French colonial rule and gay marriage). In addition, socialist candidate Hamon and far-left Melenchon are discussing a joint candidacy, which could also put them in the running. Polls continue to support a Fillon or Macron victory over Le Pen in the second round. Last, in Italy, Renzi resigned as head of the PD. This could force a split in the party, which would be significant as it would mean the only major pro-European party is no longer favourite to win an election.

Norway's government proposed to increase the share of equities in its USD 900 billion sovereign wealth fund (from 60 to 70%), as well as reducing annual distributions (from 4 to 3%). This is potentially significant, given the fund currently owns 1.3% of global listed equities.

Weak economic data weighed on GBP last week. Retail sales for January came in well below consensus, whilst real core wage growth (i.e. adjusted for inflation) declined to a

2-year low. Despite still very low unemployment, the post-Brexit consumption boon may be faltering.

ASIA PACIFIC

HSCEI 1,044 +2.30%, Nikkei 1,925.00 -0.28%, 10yr JGB 0.10% +0bps, USDJPY 113.070 -0.30%

China's producer price inflation reached a five-year high of 6.9% YoY in January, while consumer price inflation came in at 2.5% YoY, a three-year high. Seasonality effects of Chinese New Year detract somewhat, however, from the significance of the data.

Surges in the price of oil, gas and mining output drove the spike in PPI inflation in the short term, whilst the medium term backdrop continues to be one of reduced excess supply-side capacity. Consumer price rises in January came on the back of increases in the cost of food, with pork prices up 7.1% YoY. Both CPI and PPI are also beginning to reflect the high credit growth rates witnessed in 2016 as the central bank attempted to inflate the economy following ‘hard landing’ panic back in Q1-16.

If the recent short term trend in producer prices continues (higher than expected inflation driven by higher commodity prices) we believe the People's Bank of China will be able to overlook this type of transitory price pressure in formulating monetary policy, instead focusing on its overarching objectives of macroeconomic growth, reducing systemic risk in the monetary system and currency stability.

India's rate of consumer price inflation decelerated in January for the sixth straight month to 3.2%, comfortably below the central bank's 4% medium term target rate.

Food inflation was a key contributor to the disinflation, with pulse and vegetable prices still in deflationary territory. The central bank acknowledged that low food price inflation is masking the fact that core inflation is accelerating, from 4.9% in December to 5.1% in January, driven mainly by higher commodity prices.

We believe that The Reserve Bank of India's pledge to shift the stance of monetary policy from ‘accommodative’ to ‘neutral’ is appropriate and credible in the current environment, given the established trend in core inflation, as well as the uncertainty factors affecting India's economic stability over the next 3-6 months (remonetisation, Goods and Services tax implementation, Fed rate hikes, rising commodity prices, global reflation).

Bank Indonesia left interest rates on hold at 4.75%, maintaining a “cautiously accommodative” stance.

Given that inflation has been trending upwards since the back end of 2016 and that Indonesia is a fairly commodity-centric economy relative to its ASEAN neighbours, we see upside risk to inflation heading towards the middle of 2017, possibly testing the central bank's 3%-5% policy target corridor, making rate cuts unlikely in the near term.

Taiwan's stock market was top performer in emerging markets last week, up 9.1% in USD terms. The market continues to attract strong portfolio inflows, with \$1bn of inflows month to date in February and a cumulative \$5bn of inflows in 2017 year to date. This week saw **Taiwan's Q4**

GDP growth rate being revised up unexpectedly from 2.6% to 2.9% YoY, as well as a marginal upward revision to the government's official 2017 GDP growth target to 1.92% from 1.87%, the highest target for three years. Expectations for higher electronics exports and a large fiscal stimulus package during the first half of 2017 further added to positive sentiment.

LATIN AMERICA

MSCI Lat Am 2,625 +0.98%

Colombia's consumer confidence fell in January to its lowest-ever level of -30.2%, compared to -10.7% in December and 21.3% in January 2016 (0 being neutral). The country is suffering from high inflation, higher value-added taxes since the tax reform implementation at the beginning of the year and sluggish economic growth. To reignite the economy, the central bank could cut rates within the next few meetings provided that inflation expectations fall.

Besides monetary policy, Colombia President Santos and Finance Minister Cardenas announced a fiscal stimulus plan. The COP 40Tn (USD 700Mn) plan focuses on public investment in infrastructure, housing and schools. It will be funded by the room created by recent reforms and higher oil prices.

Colombia is in an adjustment phase. 2017 will be a transition year to rebalance the country's accounts. The peace agreement and tax reform passed in December 2016 is structural and is positive for the country longer term. However, one shouldn't expect major news from Colombia until the 2018 elections as President Santos has very little political capital.

Brazil Retail sales ended 2016 with a record decline of 6.2% YoY, as core retail sales fell 2.1% MOM in December - the worst month since 2001.

Peru's economy expanded by a stronger-than-expected 3.25% percent in December from a year earlier and by 3.90% in all of 2016 as a surge in copper production offset tepid domestic demand.

Mining investment over the last decade has supported Peru's economic growth over the past few years but the non-mining sector has been growing much below its potential due to the absence of economic reforms and investment. With PPK incentivising foreign, domestic private investments, we expect non-mining to take as the engine for growth.

AFRICA

MSCI Africa 813 +1.75%

Annual inflation in Nigeria rose in January to 18.7%, while the Naira's black market exchange rate fell to 513 (vs. 305 official rate). Recent data also showed that Nigeria (1.604Mn barrels per day) has lost its spot as Africa's top oil producer to Angola (1.651Mn barrels per day). Production decline in Nigeria is mainly due to attacks from the Delta Avengers and this loss of earnings is likely to worsen Nigeria's financial troubles.

The ZAR broke 13 to the USD, appreciating 16% over the past 12 months. Although last week's move occurs amid positive sentiment for EM currencies, the longer-term appreciation brings the ZAR closer to its equilibrium level, from a very cheap base following "Nenegate".

South Africa's headline consumer inflation slowed to 6.6% YoY in January from 6.8% in December. Falling core inflation and falling food prices (normalizing following the 2016 drought) should support the case for cutting the benchmark interest rate. An easing monetary policy would help the South African economy get back on its feet as retail sales rose only by 0.9% YoY in December.

Egypt is making good progress in its economic reform program and the recent developments might be an indicator that the transition is coming to a close, International Monetary Fund Managing Director Christine Lagarde said on Monday. The Egyptian Pound continued to strengthen last week and is by far the best performing currency in the world year to date.

THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
Manufacturing PMI (FEB)	Mon/20	54.7
Michigan consumer sentiment (FEB)	Fri/24	96.0
EUROPE		
Eurozone consumer confidence (FEB)	Mon/20	-4.9
France PMI (FEB)	Tue/21	53.8
Germany PMI (FEB)	Tue/21	54.9
Eurozone PMI (FEB)	Tue/21	54.3
Eurozone HICP (JAN) % YoY	Wed/22	1.8
UK GDP (Q4) % YoY	Wed/22	2.2
Germany GDP (Q4) % QoQ	Thu/23	0.4
ASIA PACIFIC		
Japan trade balance (JAN) Bn JPY sa	Mon/20	276
Thailand GDP (Q4) % YoY	Mon/20	3.0
Korea rate decision %	Thu/23	1.25
LATIN AMERICA		
Brazil rate decision %	Wed/22	12.25
Mexico GDP (Q4) % YoY	Wed/22	2.2
Colombia GDP (Q4) % YoY	Wed/22	1.5
Colombia rate decision %	Fri/24	7.25
AFRICA		
South Africa budget 17/18	Tue/21	-
Zambia rate decision %	Thu/23	14.5

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GLOBAL MARKET DATA

13 to 19 February 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	2,351.16	1.51%	3.17%	5.02%	22.59%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,399.86	0.79%	2.79%	3.15%	39.33%		2.4
NASDAQ COMPOSITE INDEX	CCMP Index	US	5,838.58	1.82%	3.99%	8.46%	30.11%		3.9
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,838.63	0.46%	2.37%	6.28%	28.19%		2.0
S&P 500 FINANCIALS INDEX	S5FINL Index	US	405.77	2.95%	4.85%	4.98%	43.81%		1.4
S&P 500 CONS DISCRET IDX	S5COND Index	US	689.08	1.04%	2.10%	6.37%	19.83%		5.0
S&P 500 INFO TECH INDEX	S5INFT Index	US	881.48	1.80%	4.56%	9.10%	31.79%		4.7
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	850.54	2.53%	4.48%	6.73%	11.65%		3.6
S&P 500 ENERGY INDEX	S5ENRS Index	US	523.30	-2.08%	-2.07%	-5.63%	22.19%		2.0
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,351.16	1.51%	3.17%	5.02%	22.59%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	565.73	1.72%	3.72%	5.14%	26.62%		4.7
S&P 500 CONS STAPLES IDX	S5CONS Index	US	559.01	1.70%	3.61%	5.12%	7.52%		5.4
S&P 500 UTILITIES INDEX	S5UTIL Index	US	250.68	0.30%	0.34%	1.56%	6.55%		1.9
S&P 500 MATERIALS INDEX	s5MATR Index	US	328.18	0.25%	0.52%	5.13%	26.72%		4.0
S&P 500 TELECOM SERV IDX	S5TELS Index	US	168.65	0.24%	-1.04%	-4.51%	3.89%		2.8
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,316.23	0.97%	0.80%	1.19%	9.14%	0.56%	1.6
CAC 40 INDEX	CAC Index	France	4,888.99	0.62%	0.88%	0.74%	9.63%	0.11%	1.5
DAX INDEX	DAX Index	Germany	11,820.98	0.58%	0.32%	3.05%	18.63%	2.40%	1.8
Athex Composite Share Pr	ASE Index	Greece	639.46	2.32%	2.88%	-0.02%	22.68%	-0.65%	0.5
FTSE MIB INDEX	FTSEMIB Index	Italy	19,085.73	0.58%	0.62%	-0.56%	6.06%	-1.19%	1.0
AEX-Index	AEX Index	Netherlands	495.43	1.75%	3.04%	3.95%	15.18%	3.29%	1.6
PSI All-Share Index GR	BVLX Index	Portugal	2,542.26	0.57%	1.53%	1.24%	5.76%	0.60%	1.1
MICEX INDEX	INDEXCF Index	Russia	2,116.17	-1.81%	-1.39%	-0.26%	53.31%	-4.68%	0.8
IBEX 35 INDEX	IBEX Index	Spain	9,545.80	1.11%	0.38%	2.23%	9.36%	1.58%	1.4
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,576.57	0.61%	0.44%	5.53%	9.20%	3.52%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	8,523.19	0.69%	1.38%	5.01%	6.43%	3.49%	2.5
BIST 100 INDEX	XUI00 Index	Turkey	89,271.79	2.96%	6.97%	9.99%	-1.41%	13.68%	1.3
FTSE 100 INDEX	UKX Index	UK	7,308.32	0.16%	1.79%	3.01%	6.07%	2.20%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	562.24	0.92%	2.94%	9.31%	22.00%	9.31%	1.5
S&P/ASX 200 INDEX	AS51 Index	Australia	5,795.09	1.25%	4.54%	8.79%	24.60%	2.47%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,025.97	1.26%	2.77%	12.49%	15.07%	11.97%	-
HANG SENG CHINA ENT INDX	HSCEI Index	China "H"	10,445.48	2.30%	5.63%	10.17%	27.17%	10.27%	1.0
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,239.96	0.38%	1.53%	4.25%	6.11%	3.17%	1.8
HANG SENG INDEX	HSI Index	HK	24,146.08	1.92%	2.84%	9.13%	24.42%	9.24%	1.2
Nifty 50	NIFTY Index	India	8,859.80	-0.01%	3.70%	9.20%	25.32%	7.77%	2.8
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,355.60	-0.54%	1.24%	2.61%	13.52%	1.02%	2.3
NIKKEI 225	NKY Index	Japan	19,251.08	-0.28%	1.16%	4.02%	19.42%	0.63%	1.7
KOSPI 200 INDEX	KOSPI2 Index	Korea	269.73	-0.26%	0.46%	8.40%	22.52%	3.40%	1.0
Laos Composite Index	LSXC Index	Laos	1,048.46	1.79%	-0.58%	3.47%	-11.05%	3.60%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLI Index	Malaysia	1,713.00	0.33%	1.63%	4.82%	-4.54%	4.02%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	49,365.84	-1.08%	1.32%	2.91%	57.93%	3.28%	2.1
PSEI - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,281.19	-0.10%	-0.44%	4.86%	0.59%	5.91%	2.4
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,095.60	0.35%	1.38%	9.98%	15.68%	7.88%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,147.57	0.90%	0.18%	-1.82%	-5.23%	-1.10%	1.2
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	9,753.20	0.25%	0.78%	3.63%	6.88%	5.47%	1.7
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,575.02	-0.27%	0.41%	4.76%	23.92%	2.26%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	710.59	-0.10%	0.65%	6.37%	25.75%	6.46%	2.1
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	444.17	1.18%	2.55%	5.29%	19.67%	5.29%	2.2
MSCI EM	MXEF Index	MSCI EM	939.03	0.95%	3.28%	8.90%	25.83%	8.90%	1.6
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,581.63	-0.34%	0.67%	6.75%	12.62%	6.75%	1.8
DFM GENERAL INDEX	DFMGI Index	Dubai	3,604.99	-0.87%	0.22%	3.40%	18.04%	3.40%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,624.85	0.98%	4.31%	12.14%	48.27%	12.14%	1.9
ARGENTINA Merval INDEX	MERVAL Index	Argentina	19,681.34	0.00%	4.71%	18.20%	57.65%	16.33%	0.7
MSCI BRAZIL	MXBR Index	Brazil	1,961.84	2.77%	6.09%	17.35%	100.20%	17.35%	1.8
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,349.97	0.19%	4.32%	9.05%	26.08%	4.78%	1.5
IGBC GENERAL INDEX	IGBC Index	Colombia	10,010.41	-1.68%	-0.38%	2.88%	28.01%	-0.95%	-
MEXICO IPC INDEX	MEXBOL Index	Mexico	47,164.71	-1.72%	2.51%	4.47%	-3.19%	3.33%	2.5
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	16,254.53	-1.35%	2.08%	7.23%	68.32%	4.42%	1.6
MSCI EFM AFRICA	MXFMEAF Index	Africa	812.54	1.75%	3.04%	5.61%	17.97%	5.61%	2.4
EGYPT HERMES INDEX	HERMES Index	Egypt	1,112.29	6.19%	17.63%	17.67%	1.93%	4.07%	2.0
GSE Composite Index	GGSECI Index	Ghana	1,809.47	-1.20%	-1.74%	0.98%	-20.35%	7.13%	1.7
Nairobi SE 20 Share	KNSMIDX Index	Kenya	2,948.75	-0.19%	5.73%	-8.46%	-23.86%	-7.45%	1.9
MASI Free Float Index	MOSENEW Index	Morocco	12,165.07	-0.68%	-1.50%	4.88%	28.79%	4.47%	2.9
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	25,164.91	-0.85%	-6.19%	-6.29%	-34.40%	-6.36%	1.2
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	45,412.87	0.54%	1.23%	7.67%	19.36%	2.67%	2.0
Average				0.65%	2.11%	5.11%	18.68%	4.28%	
Top 25%				1.51%	3.28%	8.40%	26.08%	6.68%	
Bottom 25%				-0.10%	0.46%	2.91%	6.55%	1.74%	

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GLOBAL MARKET DATA (CONTD.)

13 to 19 February 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	100.86	0.15%	1.45%	-1.23%	4.12%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.94	0.24%	1.73%	-0.89%	4.64%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	58.07	-0.24%	-3.37%	-5.60%	-23.93%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.62	-1.91%	-3.82%	3.02%	22.27%
USD-GBP X-RATE	USDGBP Curncy	UK	0.80	0.64%	1.37%	-0.56%	15.55%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	104.66	0.01%	0.00%	1.68%	-0.94%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.30	0.17%	-1.01%	-5.99%	-6.60%
USD-CNY X-RATE	USDCNY Curncy	China	6.88	-0.13%	0.07%	-1.15%	5.44%
USD-INR X-RATE	USDINR Curncy	India	66.95	0.34%	-0.81%	-1.30%	-2.11%
USD-JPY X-RATE	USDJPY Curncy	Japan	113.07	-0.33%	0.02%	-3.57%	-0.37%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,146.72	0.35%	-0.11%	-4.72%	-6.39%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	30.80	-0.20%	-0.80%	-4.56%	-7.16%
USD-ARS X-RATE	USDARS Curncy	Argentina	15.65	0.82%	-1.54%	-1.36%	4.18%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.10	-0.36%	-1.46%	-4.61%	-22.90%
USD-CLP X-RATE	USDCLP Curncy	Chile	640.53	0.71%	-0.68%	-3.95%	-8.31%
USD-MXN X-RATE	USDMXN Curncy	Mexico	20.52	0.42%	-1.92%	-1.45%	11.66%
USD-EGP X-RATE	USDEGP Curncy	Egypt	15.83	-10.62%	-14.57%	-11.76%	104.26%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	315.25	0.07%	1.03%	0.07%	58.35%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	13.13	-2.45%	-3.12%	-4.87%	-15.31%
Commodities				Return (USD)			
WTI CRUDE FUTURE Mar17	CLA Comdty	US	53.61	-0.85%	1.12%	-2.31%	30.47%
BRENT CRUDE FUTR Apr17	COA Comdty	UK	56.09	-1.57%	0.41%	-2.92%	34.84%
BALTIC DRY INDEX	BDIY Comdty		741.00	5.56%	-7.38%	-22.89%	136.74%
Natural Gas Futures	NGI Comdty		2.76	-6.59%	-9.08%	-23.90%	53.02%
Gold Spot \$/Oz	XAU Curncy		1,235.74	0.11%	2.01%	7.18%	0.33%
Silver Spot \$/Oz	XAG Curncy		18.00	0.21%	2.49%	13.03%	16.85%
LME COPPER 3MO (\$)	LMCADSO3 Comdty		5,960.00	-2.13%	-0.52%	7.67%	30.26%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.19	0.00	-0.02	0.00	0.49
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.90	0.02	-0.01	-0.03	0.70
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.41	0.01	-0.04	-0.03	0.68
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.71	0.01	-0.05	-0.01	0.60
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	7.43	0.09	0.00	-0.01	1.34
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.22	-0.04	-0.21	-0.03	-0.23
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.12	-0.02	-0.06	0.06	0.20
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.81	-0.02	-0.11	-0.04	-0.29
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.46	-0.02	-0.06	0.07	-0.14
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.31	-0.02	-0.13	0.09	0.08
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	1.04	-0.02	0.00	0.35	0.45
Greece Generic Govt 10Y Yield	GTRGRD10Y Govt	Greece 10yr	7.72	0.45	-0.02	0.69	-2.62
Italy Generic Govt 10Y Yield	GBTGPR10 Index	Italy 10yr	2.18	-0.08	-0.07	0.38	0.64
Spain Generic Govt 10Y Yield	GSPGI0YR Index	Spanish 10yr	1.63	-0.07	0.04	0.25	-0.07
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	4.02	-0.09	-0.16	0.26	0.63
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.79	0.11	0.09	0.04	0.27
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.86	0.05	0.45	0.34	-0.89
KCMP South Korea Treasury Bond	GVSKI0YR Index	Korea 10yr	2.14	0.00	-0.01	0.05	0.34
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.10	0.00	0.01	0.05	0.07
South Africa Govt Bonds 10 Ya	GSAB10YR Index	SA 10yr	8.79	-0.08	-0.13	-0.23	-0.40
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 12/21	ITRXEXE CBIL Curncy	EUR XOVER	295.75	-2.58	-2.78	8.88	-140.82
MARKIT ITRX EUROPE 12/21	ITRXEBE CBIL Curncy	EUR MAIN	73.48	-1.04	0.53	1.79	-35.50
MARKIT ITRX EUR SNR FIN 12/21	ITRXESE CBIL Curncy	EUR SNR FIN	91.95	-1.34	2.29	-1.06	-23.63
MARKIT ITRX EUR SUB FIN 12/21	ITRXEUE CBIL Curncy	EUR SUB FIN	215.60	-1.14	4.73	-4.56	-43.22
MARKIT CDX.NA.IG.27 12/21	IBOXUMAE CBIL Curncy	US IG	63.57	-0.87	-2.60	-3.57	-52.09
MARKIT CDX.NA.HY.27 12/21*	IBOXHYSE CBIL Curncy	US HY	321.34	1.14	-27.85	-31.10	-221.07
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	16.27	0.65	-0.15	-1.57	-10.12
FTSE 100 500 3month ATM	UKX Index	UK	11.29	0.47	-0.74	-1.69	-10.02
Hang Seng 3month ATM	HSI Index	HK	13.87	-0.60	0.09	-2.31	-11.85
Nikkei 3month ATM	NKY Index	Japan	17.74	0.60	-1.45	-1.49	-12.35
S&P 500 3month ATM	SPX Index	US	10.84	-0.24	-0.60	-2.63	-9.10
Volatility (VIX)	VIX Index	US	11.49	0.64	-0.50	-2.55	-10.15
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap	FWISUS55 Index	USD	2.40	-0.86	-11.72	-2.03	60.88
UK 5Y5YF Inflation Swap	FWISBP55 Index	GBP	3.47	-8.20	-23.20	-5.20	34.30
JPY 5Y5YF Inflation Swap	FWISJY55 Index	JPY	0.63	0.00	0.50	20.50	56.00
EUR 5Y5YF Inflation Swap	FWISEU55 Index	EUR	1.76	0.32	-3.25	2.40	31.95
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	45.80				
Citi Economic Surprise Index -	CESICNY Index	China	25.50				
Citi Economic Surprise Index -	CESIEM Index	EM	42.10				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	41.50				
Citi Economic Surprise Index -	CESIG10 Index	G10	42.60				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	16.50				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	23.90				
Citi Economic Surprise - Unite	CESIUSD Index	US	53.10				

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

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