

GLOBAL MARKET UPDATE



20 TO 26 FEBRUARY: LET'S BE HAVING YOU

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Singapore 1.41% , Japan 0.82% , United States 0.69%
	Bottom 3:	Italy -2.57% , Austria -2.04% , Canada -1.84%
EMERGING	Top 3:	Mexico 2.82% , South Korea 2.49% , India 2.04%
	Bottom 3:	Hungary -3.18% , Egypt -2.44% , Brazil -1.90%
FRONTIER	Top 3:	Mongolia 7.77% , Bosnia 5.46% , Kenya 2.52%
	Bottom 3:	Morocco -3.46% , Peru -1.62% , Argentina -1.62%

Our interpretation of post-election trading dynamics for US equities is as follows:

- Investors are reticent to reduce exposure because **economic data is resilient**, supported by a broader global rebound.
- Investors are afraid to materially increase risk because **political uncertainty is heightened and valuations are challenging**.

The result has been a consistent rally on record-breaking low volatility. We wonder, however, whether warning signs are now flashing:

- **Bond yields have faded the “reflation” trade.** The US 10-year yield has slipped some 30bps from its December peak.
- **The Trump government is getting side-tracked from its growth agenda.** Time and political capital has focused on immigration, staffing and Obamacare repeal, rather than investment and tax reform.
- **The FED is getting closer to a 3rd rate hike.** After the release of the February FOMC minutes, markets now price over a 60% probability of a May move.
- **Technical indicators are suggesting caution.** Insiders sold USD 7.8bn of stock in February (most in 6 years) whilst the 14-day RSI for the S&P 500 has breached 70.

On Tuesday the President has a chance to keep the show on the road with the State of the Union address to Congress. Markets will be looking for more detail.

UNITED STATES

S&P 2,367 **+0.69%**, 10yr Treasury 2.33% **-10.30bps**, HY Credit Index 319 **-5bps**, Vix 11.47 **-0.02Vol**

Last week saw yet **another 5 days without the S&P 500 logging a +/- 1% day**, whilst the Dow Jones Industrial

Average made it 11 record closing highs in a row.

From a data perspective, **existing home sales reached their highest level in almost a decade**. However, Michigan consumer sentiment dropped from its recent peak. Reviewing sentiment surveys over the past fortnight more generally, there is some evidence of the Trump confidence

effect waning.

The minutes to the last FED meeting were interpreted as marginally hawkish with many participants judging a rate hike would be warranted "fairly soon". This saw a small increase in the probability of a hike in March, albeit the market still favours a May move.

EUROPE

Eurostoxx 3,316 -0.57%, German Bund 0.20% -11.60bps, Xover Credit Index 292 -2bps, EURUSD 1.058 +0.49%

Despite impending elections and weaker than expected industrial production released last week, **European survey data continues to go from strength to strength**. Both the German IFO (business sentiment at highest level since March 2014) and Eurozone PMIs (six-year high) signalled very strong momentum. Meanwhile, the general Government in Germany achieved a record surplus of 0.8% of GDP for 2016, the best since reunification.

In bond markets, **the Schatz (German 2-year bond) marked an astonishing record, touching the lowest yield in history at -0.95% or a 2.1% discount to its US equivalent**. Although this has been attributed to risk aversion, it is much more likely due to market dysfunction created by ECB bond buying and financial regulation.

On the political front, in France centrist candidate Fillon was handed a reprieve from investigations into employing family members as parliamentary aides. State prosecutors handed over the investigation to judges, which is expected to mean there will be no conclusion until after elections. Elsewhere, another of the centrist candidates, Macron, saw his candidacy boosted after François Bayrou offered him an alliance. The markets appeared to take this positively, with the French 10-year rallying 11bps (albeit this was less than the German Bund's 12bps gains). Greek bonds also traded better after EU President Dijsselbloem stated that there would be more emphasis on deep reforms, rather than austerity and the Head of the IMF Lagarde commented that a "debt haircut isn't required for Greece". Hmm...

Over the last 6 months we have been supporters of a "tactical" allocation towards European equities on the basis of improving economic data and a global under-weight towards the region. For now, the economy continues to do "OK" and, the balance of probability is that the French elections will be navigated without an anti-establishment (Le Pen) victory. However, fund flows are now more normalised (5 consecutive weeks of positive allocations) and we shouldn't forget the long-term, unequivocally negative, outlook.

The second release of Q4 GDP for the UK saw an upward revision (from 0.6 to 0.7%). This was again on the basis of a resilient consumer.

ASIA PACIFIC

HSCEI 1,033 +0.57%, Nikkei 1,910.00 +0.82%, 10yr JGB 0.05% 0bps, USDJPY 112.330 -0.60%

Authorities in China continue to provide increasing clarity on the likely trajectory of monetary policy.

Since Q3 2016, a series of subtle tweaks to both interest rates and regulation of the financial services sector have slowly painted a picture of how the People's Bank of China is thinking. Since the turn of the year, however, the PBOC's objectives have become far clearer, through both explicit action taken and more detailed communication from policymakers.

This week senior PBOC economist Ma Jun added further clarity, reaffirming that the central bank will adopt a prudent and neutral policy stance, attempt to prevent an increase in debt levels across the economy to unsustainable levels and to prevent the formation of potentially systemically destructive asset price bubbles.

Given that these policies are being pursued alongside targets for economic growth (which are arguably too high), we believe that the outcome of these measures to only to re-allocate risk across the economy, rather than reduce the overall level. Policies to tighten the availability of short term inter-bank funding and becoming stricter on those institutions which fail the PBOC's macro-prudential assessment framework will, over time, de-risk the financial sector to some extent and, at the second level, the corporate sector (as it become harder and less attractive for banks to make riskier corporate loans). However, the onus on debt-funded fiscal stimulus from the central and state governments to drive growth becomes all the more greater as a result.

So long as the government continues to adopt higher than appropriate economic growth targets, the aggregate level of debt in the system can only increase. The central bank appear to be shifting the emphasis of this debt from the financial system and the corporate sector towards local and state governments, though are not able to reduce the overall level so long as the government requires such high economic growth rates.

After a few quiet months, **President Rodrigo Duterte of the Philippines returned to high profile and contentious actions**, with a senator who was a prominent critic of his war on drugs (which has led to hundreds of killings of accused dealers) jailed on allegedly baseless charges.

Duterte remains a double-edged sword for the Philippines. On one edge, he promises to improve law and order and to provide crucial infrastructure investment. On the other, his fanatical and unorthodox approach threatens to unease foreign investors and undermine business confidence.

With the Philippines currently among the fastest growing economies in the world (with +6% YoY GDP growth expected for 2016), foreign investors appear to be willing to tolerate the risks posed by Duterte. However, at the first sign of disruption to the functioning of domestic markets (which, in fairness, there has been none so far) this situation would likely change. Any disturbance of the Business Process Outsourcing sector, which provides hundreds

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of thousands of well-paid jobs to the country every year, would heavily tip the scales against the President.

The Bank of Korea Monetary Policy Committee held interest rates on hold at 1.25% as expected, with a unanimous decision.

Whilst the BOK governor stressed that the central bank's policy stance has not changed since last month's meeting, the accompanying MPC statement was less dovish, in light of better export growth and higher commodity prices.

Thailand's economy grew 3.0% in Q4 2016, down from 3.2% in Q3, in line with expectations. A slowdown in private consumption expenditure contributed to Thailand's growth rate falling to its lowest level since Q4 2015. Government spending and fixed capital formation strengthened quarter on quarter.

LATIN AMERICA

MSCI Lat Am 2,618 **-0.25%**

Brazil's central bank cut rates by 75bps to 12.25%. In addition, the monetary policy committee issued a very dovish communiqué hinting to a continuation of the easing cycle and opening the door for its acceleration. The central bank made clear that the pace of this easing cycle depends on "neutral real interest rates".

Given that inflation is falling quickly and inflation expectations are also lowering, we wouldn't be surprised if the central bank brings the SELIC rate to 10% or below by the end of the year. In addition, the strength of the currency is another argument in favour of cutting rates more aggressively. The strong BRL may start to hurt exporters and creates incentives for consumption and imports over investments (as cost of funds remain high).

Colombia's trade deficit contracted to USD 4.1Bn in 2016 from USD 11.8Bn a year prior as imports fell for the 33rd month in a row last December. Prices of oil, coal and coffee, the country's main exports, the collapse of the currency (making imported goods more expensive) and deceleration of consumption (GDP growth reached 2% in 2016 vs. 3.1% in 2015) were responsible for the lower trade deficit.

Mexican GDP slowed down moderately in 2016 to 2.3% (vs. 2.6% in 2015).

This figure doesn't include any consequences of the Trump election last November. As we are seeing with Brexit, the lag effect appears much later in the figures. It is likely that FDIs and other investments will be put on hold given this new uncertainty. Consumer confidence plunging to its lowest level on record last January doesn't bode well either.

AFRICA

MSCI Africa 818 **+0.62%**

We have more clarity on candidates running for the ANC leadership election in South Africa next December. Currently, it looks like a 2-horse race between Deputy President Cyril Ramaphosa and Nkosazana Dlamini-Zuma, a former cabinet minister and the president's ex-wife (who

just ended her term as chairperson of the AU Commission). Last week, the chief parliamentary whip of SA's ruling ANC, Jackson Mthembu threw his support behind Cyril Ramaphosa as the party's next leader. The ANC had its worst-ever electoral performance in the municipal election of last August, which saw the party cede control in the metros of Johannesburg, Nelson Mandela Bay and Tshwane (Pretoria) and losing once again in Cape Town. Its share of the national vote fell 7.7pp to 54.5%. The next ANC leader will, nonetheless, likely be elected president in 2019.

South Africa's budget was announced last week. In a very perilous exercise, Finance minister Gordhan announced very few changes but enough to avoid a rating downgrade next June. The Treasury stuck to raising R28bn in taxes (as promised in October), and the expenditure ceilings have been cut yet again. In particular, he announced:

- An increase in the marginal tax rate for individual's earnings more than R1.5m pa from 41% to 45%
- A dividend tax rate increase from 15% to 20%
- Levy taxes on sugar and fuel.

Thus, the budget deficit forecast stands at 3.1% of GDP for current fiscal year falling to 2.6% of GDP in FY2019/20.

The Central Bank of Egypt kept its overnight deposit rate at 14.75% and its overnight lending rate at 15.75%, for the third consecutive meeting.

We argue that this decision to leave real interest rates at -14% (based on January's 29% inflation rate) doesn't bode well for the currency and inflation. This may explain why the currency stopped appreciating last week, following the CBE announcement, after a 17% rally (vs. USD) since the beginning of the month. Monetary policy in Egypt has been quite poor up to now, although the floating of the EGP was a relief.

Tourism is showing signs of recovery in Egypt. China's top public travel agency reported a 58% increase in tourists flying to Egypt in 4Q16 compared with 2015. Japan's HIS travel agency said the number of tourists heading to Egypt increased 5-fold in the same period. Data from the government's statistics agency shows 551,600 tourists visited Egypt in December 2016, compared with 440,000 the year before. However, this recovery comes from a very depressed base as visitor numbers plunged from 14.7 million in 2010 and 9.3 million in 2015 to 5.3 million in 2016.

China will invest USD 20Bn in Egypt over the next 10 years, as part of a broader USD 35Bn investment in Africa. These investments will mainly be directed to infrastructure projects.

The Nigerian central bank is trying to close the gap between the official and street FX rates. Last week the central bank sold USD 370Mn to commercial banks at a 375 USD/NGN (vs. official rate of 305 and black market of 520 last Monday). It seems that this cleared some of the retail backlog as the black market rates fell to 450 USD/NGN by Friday.

The CBN may also be underestimating the size of overall FX demand. Opening up the FX market by freely floating the naira would be a better alternative for the CBN in bridging this gap.

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Acting President Yemi Osinbajo is seeking the National Assembly's approval to issue additional USD 500Mn in Eurobonds to plug the shortfall in the government's record budget of NGN6.9tn (USD22.5bn). Nigeria is also seeking at least a USD 1Bn from the World Bank and USD 1.3Bn from China.

The fact that Nigeria runs such a big budget deficit and struggles to raise debt while its Net Debt/GDP ratio stands at 13% tells a lot about the challenges of the government: inability to raise taxes (4% of GDP), dependence on one single commodity price, dependence on external flows... Fiscal and monetary policies are totally delusional in Nigeria. Institutions are weak and government has been very inefficient, plunging the country into recession and in the current dire situation. The free floating of the currency would be a first step in the right direction.

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THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
GDP (4Q) % QoQ sqqr	Tue/28	2.1
Shiller - Case index (DEC) % YoY	Tue/28	5.3
Consumer confidence index (FEB)	Tue/28	111
ISM manufacturing index (FEB)	Wed/01	56.0
EUROPE		
Eurozone M3 (JAN) % YoY	Mon/27	4.9
Eurozone industrial confidence (FEB)	Mon/27	1.0
Eurozone consumer confidence (FEB)	Mon/27	-6.2
Israel rate decision %	Mon/27	0.1
France GDP (Q4) % QoQ	Tue/28	0.4
Hungary rate decision %	Tue/28	0.9
Eurozone manufacturing PMI (FEB)	Wed/01	55.5
Eurozone HICP (FEB) % YoY	Thu/02	1.9
France PMI (FEB)	Fri/03	56.2
Germany PMI (FEB)	Fri/03	56.1
Eurozone PMI (FEB)	Fri/03	56.0
Italy GDP (Q4) % QoQ	Fri/03	1.1
Eurozone retail sales (JAN) % YoY	Fri/03	1.5
UK PMI (FEB)	Fri/03	55.6
ASIA PACIFIC		
Japan industrial production (JAN) % MoM	Mon/08	0.4
India GDP (Q4) % YoY	Tue/28	5.9
Australia GDP (4Q) % YoY	Wed/01	1.9
China manufacturing PMI (FEB)	Wed/01	50.8
Malaysia rate decision %	Thu/02	3.0
Japan CPI (JAN) % YoY	Fri/03	0.0
AFRICA		
Nigeria GDP (Q4) % YoY	Tue/28	-1.1

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GLOBAL MARKET DATA

20 to 26 February 2017

Equities				Return (USD)				YTD	Price/
Name	BBG Code	Country	Price	1 Week	MTD	YTD	1Y	(Local)	Book
North America									
S&P 500 INDEX	SPX Index	US	2,367.34	0.69%	3.88%	5.74%	21.30%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,394.53	-0.38%	2.40%	2.76%	35.18%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	5,845.31	0.12%	4.11%	8.59%	27.57%		3.9
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,533.46	-1.84%	0.48%	4.32%	26.17%		1.9
S&P 500 FINANCIALS INDEX	S5FINL Index	US	405.25	-0.13%	4.71%	4.84%	42.31%		1.4
S&P 500 CONS DISCRET IDX	S5COND Index	US	691.43	0.34%	2.45%	6.73%	16.41%		5.0
S&P 500 INFO TECH INDEX	S5INFT Index	US	888.27	0.77%	5.37%	9.94%	30.23%		4.8
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	863.34	1.50%	6.05%	8.34%	10.98%		3.7
S&P 500 ENERGY INDEX	S5ENRS Index	US	516.53	-1.29%	-3.33%	-6.85%	21.00%		2.0
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,367.34	0.69%	3.88%	5.74%	21.30%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	565.07	-0.12%	3.60%	5.02%	24.33%		4.7
S&P 500 CONS STAPLES IDX	S5CONS Index	US	567.63	1.54%	5.21%	6.74%	6.95%		5.4
S&P 500 UTILITIES INDEX	S5UTIL Index	US	260.67	3.99%	4.34%	5.61%	8.60%		2.0
S&P 500 MATERIALS INDEX	s5MATR Index	US	329.22	0.32%	0.84%	5.47%	26.34%		4.0
S&P 500 TELECOM SERV IDX	S5TELS Index	US	172.62	2.35%	1.28%	-2.26%	5.43%		2.9
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,316.11	-0.57%	0.23%	0.62%	9.92%	0.41%	1.6
CAC 40 INDEX	CAC Index	France	4,856.68	-0.88%	-0.01%	-0.14%	9.17%	-0.35%	1.4
DAX INDEX	DAX Index	Germany	11,839.21	-0.03%	0.29%	3.03%	21.09%	2.81%	1.8
Athex Composite Share Pr	ASE Index	Greece	645.37	0.50%	3.39%	0.48%	27.65%	0.27%	0.5
FTSE MIB INDEX	FTSEMIB Index	Italy	18,717.03	-2.57%	-1.96%	-3.11%	4.08%	-3.32%	1.0
AEX-Index	AEX Index	Netherlands	496.54	-1.26%	1.75%	2.64%	14.05%	2.43%	1.6
PSI All-Share Index GR	BVLX Index	Portugal	2,537.88	-0.63%	0.89%	0.60%	7.29%	0.39%	1.1
MICEX INDEX	INDEXCF Index	Russia	2,075.82	-1.44%	-2.81%	-1.70%	50.81%	-6.25%	0.8
IBEX 35 INDEX	IBEX Index	Spain	9,469.00	-0.91%	-0.54%	1.30%	10.15%	1.08%	1.3
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,573.88	-1.15%	-0.71%	4.32%	8.72%	3.47%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	8,534.70	-0.20%	1.18%	4.80%	7.46%	3.72%	2.5
BIST 100 INDEX	XUI00 Index	Turkey	88,404.53	0.60%	7.62%	10.66%	-4.36%	12.95%	1.2
FTSE 100 INDEX	UKX Index	UK	7,271.32	-0.59%	1.19%	2.41%	7.65%	1.41%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	566.61	0.78%	3.74%	10.16%	24.82%	10.16%	1.5
S&P/ASX 200 INDEX	AS51 Index	Australia	5,724.18	-0.91%	3.60%	7.80%	25.25%	1.29%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,030.53	-0.88%	1.87%	11.51%	14.90%	12.44%	-
HANG SENG CHINA ENT INDX	HSCEI Index	China "H"	10,338.12	0.57%	6.23%	10.79%	32.50%	10.90%	1.0
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,228.66	1.62%	3.18%	5.95%	12.94%	4.83%	1.8
HANG SENG INDEX	HSI Index	HK	23,919.46	-0.28%	2.55%	8.83%	27.02%	8.93%	1.2
Nifty 50	NIFTY Index	India	8,925.75	2.04%	5.81%	11.42%	32.67%	9.21%	2.8
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,379.26	0.61%	1.86%	3.23%	16.55%	1.68%	2.3
NIKKEI 225	NKY Index	Japan	19,107.47	0.82%	1.98%	4.87%	19.96%	0.89%	1.7
KOSPI 200 INDEX	KOSPI2 Index	Korea	268.97	2.41%	2.89%	11.01%	25.71%	3.99%	1.0
Laos Composite Index	LSXC Index	Laos	1,049.79	-0.19%	-0.77%	3.28%	-11.15%	3.47%	0.9
FTSE Bursa Malaysia KLCI	FBMVKLI Index	Malaysia	1,696.26	-0.28%	1.35%	4.53%	-2.69%	3.45%	1.7
KARACHI 100 INDEX	KSE100 Index	Pakistan	48,557.64	-0.74%	0.57%	2.15%	58.95%	2.51%	2.1
PSEI - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,232.47	-0.07%	-0.51%	4.79%	1.89%	6.12%	2.3
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,104.50	1.41%	2.81%	11.53%	19.69%	8.20%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,122.37	-1.16%	-0.98%	-2.96%	-6.20%	-1.45%	1.3
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	9,750.47	0.75%	5.41%	11.34%	26.18%	5.37%	1.7
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,559.38	-0.45%	-0.04%	4.29%	20.06%	1.40%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	717.44	0.97%	1.62%	7.40%	24.35%	7.46%	2.1
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	445.32	0.26%	2.81%	5.57%	19.43%	5.57%	2.2
MSCI EM	MXEF Index	MSCI EM	943.52	0.48%	3.77%	9.42%	28.31%	9.42%	1.6
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,570.22	-0.44%	0.23%	6.28%	11.26%	6.28%	1.8
DFM GENERAL INDEX	DFMGI Index	Dubai	3,628.39	-0.46%	-0.24%	2.93%	16.33%	2.92%	1.3
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,618.24	-0.25%	4.05%	11.86%	46.52%	11.86%	1.9
ARGENTINA Merval INDEX	MERVAL Index	Argentina	19,117.45	-1.62%	3.01%	16.28%	46.97%	13.00%	0.7
MSCI BRAZIL	MXBR Index	Brazil	1,930.51	-1.60%	4.40%	15.47%	93.07%	15.47%	1.8
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,343.67	-0.40%	3.90%	8.62%	26.12%	4.63%	1.4
IGBC GENERAL INDEX	IGBC Index	Colombia	9,939.71	-0.68%	-1.05%	2.18%	24.95%	-1.65%	-
MEXICO IPC INDEX	MEXBOL Index	Mexico	47,047.67	2.82%	5.39%	7.41%	-0.55%	3.08%	2.5
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	15,935.20	-1.62%	0.42%	5.48%	61.15%	2.37%	1.6
MSCI EFM AFRICA	MXFMEAF Index	Africa	817.56	0.62%	3.68%	6.26%	24.59%	6.26%	2.5
EGYPT HERMES INDEX	HERMES Index	Egypt	1,099.21	-2.44%	14.76%	14.79%	-2.44%	1.01%	2.0
GSE Composite Index	GGSECI Index	Ghana	1,857.10	1.49%	-0.27%	2.48%	-20.11%	9.95%	1.7
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,023.07	2.52%	8.40%	-6.16%	-23.18%	-5.12%	1.8
MASI Free Float Index	MOSENEW Index	Morocco	11,777.37	-3.44%	-4.88%	1.27%	25.96%	1.14%	2.7
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	25,250.37	0.26%	-5.94%	-6.05%	-33.64%	-6.04%	1.2
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	44,532.90	0.30%	1.53%	7.99%	26.40%	1.55%	2.0
Average				0.03%	2.20%	5.24%	18.96%	4.03%	
Top 25%				0.69%	3.88%	8.59%	26.34%	7.17%	
Bottom 25%				-0.74%	0.23%	2.48%	8.60%	1.10%	

GLOBAL MARKET DATA (CONTD.)

20 to 26 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	101.10	0.14%	1.59%	-1.10%	3.91%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.95	0.49%	2.24%	-0.40%	4.32%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	57.90	0.18%	-2.98%	-5.10%	-22.47%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.59	-0.63%	-4.38%	2.40%	23.24%
USD-GBP X-RATE	USDGBP Curncy	UK	0.81	-0.41%	0.94%	-0.95%	12.04%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	104.96	0.37%	0.37%	2.06%	-0.35%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.30	-0.09%	-1.15%	-6.15%	-5.69%
USD-CNY X-RATE	USDCNY Curncy	China	6.87	0.04%	-0.22%	-1.09%	5.14%
USD-INR X-RATE	USDINR Curncy	India	66.72	-0.29%	-1.53%	-1.62%	-2.74%
USD-JPY X-RATE	USDJPY Curncy	Japan	112.33	-0.64%	-0.60%	-4.14%	-0.78%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,133.73	-1.33%	-2.60%	-6.20%	-8.69%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	30.71	-0.35%	-2.27%	-5.11%	-8.10%
USD-ARS X-RATE	USDARS Curncy	Argentina	15.48	-1.25%	-2.63%	-2.52%	0.56%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.11	0.41%	-1.21%	-4.45%	-21.39%
USD-CLP X-RATE	USDCLP Curncy	Chile	646.19	0.21%	-0.17%	-3.61%	-6.62%
USD-MXN X-RATE	USDMXN Curncy	Mexico	19.85	-2.53%	-4.42%	-3.94%	9.84%
USD-EGP X-RATE	USDEGP Curncy	Egypt	15.75	-1.78%	-15.85%	-12.56%	102.69%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	315.23	-0.16%	1.00%	-0.15%	58.18%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	12.95	-0.66%	-3.88%	-5.74%	-16.99%
Commodities				Return (USD)			
WTI CRUDE FUTURE Apr17	CLA Comdty	US	54.45	0.39%	1.07%	-2.60%	30.32%
BRENT CRUDE FUTR Apr17	COA Comdty	UK	56.59	0.32%	0.74%	-2.61%	33.88%
BALTIC DRY INDEX	BDIY Comdty		875.00	18.08%	9.38%	-8.95%	169.23%
Natural Gas Futures	NGI Comdty		2.70	-7.30%	-15.72%	-29.46%	53.54%
Gold Spot \$/Oz	XAU Curncy		1,253.70	1.83%	3.84%	9.56%	1.97%
Silver Spot \$/Oz	XAG Curncy		18.36	2.07%	4.64%	15.33%	21.30%
LME COPPER 3MO (\$)	LMCADSO3 Comdty		5,928.00	-0.54%	-1.05%	7.09%	28.84%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.16	-0.05	-0.06	-0.05	0.42
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	1.83	-0.10	-0.11	-0.12	0.63
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.34	-0.10	-0.14	-0.13	0.60
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.61	-0.10	-0.15	-0.11	0.46
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	7.27	-0.15	-0.15	-0.17	1.22
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.16	-0.13	-0.34	-0.16	-0.29
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	-0.22	-0.09	-0.15	-0.03	0.17
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.94	-0.14	-0.25	-0.18	-0.41
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.59	-0.14	-0.19	-0.06	-0.24
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.20	-0.12	-0.25	-0.02	0.05
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	0.89	-0.11	-0.11	0.24	0.41
Greece Generic Govt 10Y Yield	GTGRD10Y Govt	Greece 10yr	7.06	-0.64	-0.66	0.06	-3.37
Italy Generic Govt 10Y Yield	GBTGRI0 Index	Italy 10yr	2.17	0.00	-0.07	0.38	0.68
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.68	0.06	0.10	0.31	0.09
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	3.90	-0.09	-0.26	0.17	0.60
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.71	-0.07	0.02	-0.04	0.33
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.89	0.06	0.51	0.40	-0.96
KCMP South Korea Treasury Bond	GVSKI0YR Index	Korea 10yr	2.17	0.03	0.02	0.08	0.38
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.05	-0.03	-0.02	0.02	0.14
South Africa Govt Bonds 10 Ya	GSAB10YR Index	SA 10yr	8.74	0.02	-0.11	-0.21	-0.55
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 12/21	ITRXEXE CBIL Curncy	EUR XOVER	292.47	-2.03	-4.82	6.84	-144.20
MARKIT ITRX EUROPE 12/21	ITRXEBE CBIL Curncy	EUR MAIN	74.12	0.91	1.44	2.71	-34.64
MARKIT ITRX EUR SNR FIN 12/21	ITRXESE CBIL Curncy	EUR SNR FIN	93.60	2.14	4.43	1.08	-26.90
MARKIT ITRX EUR SUB FIN 12/21	ITRXEUE CBIL Curncy	EUR SUB FIN	217.55	1.97	6.71	-2.58	-47.24
MARKIT CDX.NA.IG.27 12/21	IBOXUMAE CBIL Curncy	US IG	62.60	-1.28	-3.89	-4.85	-51.34
MARKIT CDX.NA.HY.27 12/21*	IBOXHYSE CBIL Curncy	US HY	318.83	-5.13	-32.98	-36.23	-224.56
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	19.17	2.90	2.75	1.32	-7.36
FTSE 100 500 3month ATM	UKX Index	UK	13.35	2.06	1.32	0.37	-7.45
Hang Seng 3month ATM	HSI Index	HK	14.75	0.87	0.97	-1.44	-11.50
Nikkei 3month ATM	NKY Index	Japan	19.12	1.37	-0.08	-0.11	-10.49
S&P 500 3month ATM	SPX Index	US	11.86	1.02	0.42	-1.61	-6.04
Volatility (VIX)	VIX Index	US	11.47	-0.02	-0.52	-2.57	-7.64
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap	FWISUS55 Index	USD	2.40	-3.44	-15.16	-5.47	44.14
UK 5Y5YF Inflation Swap	FWISBP55 Index	GBP	3.46	-1.10	-24.30	-6.30	33.60
JPY 5Y5YF Inflation Swap	FWISJY55 Index	JPY	0.48	-15.50	-15.00	5.00	48.00
EUR 5Y5YF Inflation Swap	FWISEU55 Index	EUR	1.72	-5.25	-8.50	-2.85	34.40
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	46.50				
Citi Economic Surprise Index -	CESICNY Index	China	21.50				
Citi Economic Surprise Index -	CESIEM Index	EM	46.30				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	70.20				
Citi Economic Surprise Index -	CESIG10 Index	G10	46.50				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	-3.90				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	31.50				
Citi Economic Surprise - Unite	CESIUSD Index	US	44.90				

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