

# GLOBAL MARKET UPDATE



## 20 TO 26 MARCH: WALK IT OFF?

### THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Portugal <b>2.15%</b> , Spain <b>1.16%</b> , Italy <b>1.11%</b>
	Bottom 3:	Norway <b>-1.98%</b> , Australia <b>-1.95%</b> , United States <b>-1.44%</b>
EMERGING	Top 3:	Mexico <b>2.58%</b> , Colombia <b>1.97%</b> , Thailand <b>1.74%</b>
	Bottom 3:	Hungary <b>-2.20%</b> , Dubai <b>-1.70%</b> , Poland <b>-1.28%</b>
FRONTIER	Top 3:	Ghana <b>5.96%</b> , Kenya <b>3.26%</b> , Nigeria <b>2.70%</b>
	Bottom 3:	Mongolia <b>-4.94%</b> , Laos <b>-4.82%</b> , Iceland <b>-4.25%</b>

Three weeks ago, we suggested the global economy was entering a significant new phase in which aggregate monetary policy would start to tighten. We saw this as a consequence of an impressive, and broad based, pickup in growth. In particular, the manufacturing sector emerging from a multi-year slump (in no small part because of commodity price stabilisation) and both consumer and business sentiment significantly improving (confirmed by this week's Eurozone PMI). The question for investors was then whether this would derail the raging bull market for equities.

From a tactical perspective, the last fortnight has thrown up two more potential skid risks. First, the oil price falling back below USD 50 per barrel on the back of rising inventories. Second, increasing concern that the "Trump trade" may end up a damp squib.

### UNITED STATES

S&P 2,344 **-1.44%**, 10yr Treasury 2.35% **-8.82bps**, HY Credit Index 325 **+6bps**, Vix 14.77 **+1.68Vol**

After 109 trading days without closing down by more than 1%, **the S&P 500 finally ended its low drawdown streak – losing 1.24% on Tuesday**. This prompted a move higher in the VIX volatility index, which breached 14% intra-day (the first time since November). It should be said that market moves are still modest (stocks are down by less than 1% for the month of March and the VIX is only at its 18th percentile).

A catalyst for the negative performance, which extended to the USD, was a bad week for Donald Trump. The FBI confirmed they were investigating ties between Trump campaign officials and Russia, before **Republican leaders were forced to drop a healthcare reform bill** (post market close on Friday) after failing to garner sufficient support. This represents a significant blow to Trump's credibility

and therefore the faith that he will be able to deliver on tax reform and other stimulus promises.

*A closer inspection of the bond market suggests investors might have been moderating expectations for a Trump structural growth revival for some months already. The 2s-10s yield spread on US Treasuries peaked around the time of the FED's December interest rate hike, and has since declined some 20bps. Therefore, although short-term yields have continued to move higher, reflecting near-term FED policy, the market has failed to extrapolate a sustainable normalisation further forward. In other words, fixed income investors have stepped back from a view that Trump's government will change the longer-term potential for the US economy.*

From a data perspective, existing home sales fell more than expected in February but new home sales positively surprised.

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## EUROPE

Eurostoxx 3,419 +0.42%, German Bund 0.37% -3.20bps, Xover Credit Index 297 -17bps, EURUSD 1.087 -0.55%

**The composite PMI for the Eurozone surged to a 6-year high in March at 56.7** indicating that despite political noise, European sentiment is strong and improving. Meanwhile, **the last round of the ECB's TLTRO financing programme far exceeded expectations with EUR 223.5bn allotted** (versus EUR 125bn expected) across 474 banks. This was taken positively as take-up suggests the financial sector expects a continuation of recent loan demand growth.

**In the UK, headline inflation for February came in at 2.3%, ahead of expectations and the highest level for over 3 years.** This came alongside retail sales declining 1.4% in the 3 months to February, the largest decline since 2010. Both data points continue a trend of pressure on consumption and a modestly deteriorating British economy. In addition, Prime Minister May set Wednesday as the day she will notify the EU of the UK's intention to leave the union under Article 50 of the Lisbon Treaty.

**Russia cut interest rates for the first time in 7 months,** surprising the market with a 25bps reduction to 9.75%, on the basis of declining inflation.

## ASIA PACIFIC

HSCEI 1,034 -0.41%, Nikkei 1,898.00 +0.26%, 10yr JGB 0.06% Obps, USDJPY 110.160 -1.20%

**The People's Bank of China is continuing its surgical tightening of liquidity in sections of domestic markets where it feels excesses are at risk of accumulating.**

On Monday the 7-day repo fixing rate increased to 5.5%, the highest level since 2014. This is in-keeping with the central bank's objectives of withdrawing excess liquidity from certain areas of the financial system, to avoid the build-up of excessive risk taking and the associated accumulation of systemic risk, as well as exacerbation of the issues of capital outflows (which the government appears to have tamed in the short term).

*The key point of analysis here lies in the detail. We note that the gap between the 'general' repo rate, R007, which covers all counterparties including what can loosely be described as the shadow banking sector, and the DR007 repo rate, applicable only to banks, has widened further in recent days. This adds weight to the argument that the PBOC is sticking to its word, by focusing its efforts on draining excess liquidity from the riskiest parts of the system, rather than implementing a broad-brush tightening regime to deflate the economy.*

**India's Prime Minister Narendra Modi continues to march on with his war on corruption and black money.** After November 2016's demonetisation programme, which forced billions of dollars' worth of wealth kept in hard currency to be declared officially for the first time, the government has now passed a bill in the lower house of parliament granting tax officials new rights to hound down those whose finances arouse suspicion. The Income Tax Department now has a broader remit covering property assets, which were previously a haven for ill-gotten wealth, tax inspectors

can now carry out search and seizure operations with far less red tape, while assessors can now challenge those accused of misfiling retrospectively all the way back to 1962.

*The Finance Bill 2017 is not a headline grabber by any means. Rather, it is another small step taken by the Modi government as part of delivering on sweeping reforms to tackle rampant corruption and improve tax collection, ultimately leading to a larger government budget for spending on crucial infrastructure and public services.*

**Sri Lanka's central bank raised interest rates by 25bps on Friday,** the first change to monetary policy since the 50bps hike back in July 2016. The Standing Deposit Facility Rate was increased to 7.25% and the Standing Lending Facility Rate raised to 8.75%.

Policymakers cited rising core inflation, which hit 7.1% YOY in February on the back of drought conditions, and the impact of changes to the country's tax structure, as the key reasons behind the tightening. Credit growth also continues to run at undesirably high levels, with private sector credit expanding 22% YOY in 2016, despite medium term domestic borrowing rates increasing by 200-300bp during the year.

The central bank played down the need for further tightening, commenting that the move was "precautionary", and that recent improvements in the fiscal deficit and higher market rates "reduced the required adjustment in policy rates".

*Despite the central bank's dovish optimism over the future rate path, given the stubbornness of credit growth and recent spike in inflation, the risk for domestic interest rates likely remains to the upside.*

For the 20th consecutive meeting, **the Philippines' central bank kept interest rates on hold,** with the overnight borrowing rate left at 3.0% in line with consensus. After three consecutive monthly upward revisions, the central bank trimmed its inflation forecasts by 10bps to 3.4% and 3.0% for 2017 and 2018 respectively. While rates are expected to remain fairly stable in the near term, the longer term direction is likely to the upside, with the central bank commenting that inflationary pressures are "tilted toward the upside".

In line with consensus, **Taiwan's central bank maintained interest rates at 1.375%** for the third consecutive quarter. Policymakers highlighted persistent uncertainties in the external environment, though were sanguine on domestic demand.

**Saudi Arabia's saw its sovereign credit rating downgraded by Fitch** to A+ for AA-. The agency cited the continued deterioration of public and external balance sheets, as well as doubts about the extent to which the government can implement its reform program.

**The RBNZ in New Zealand left rates on hold at 1.75%.**

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## LATIN AMERICA

MSCI Lat Am 2,622 +0.56%

**The Brazilian government is racing against the clock to approve the pension reform before entering a new electoral cycle** (presidential election in fall 2018). The government had to remove state and city employees from the proposal for pension reform. Given the controversial nature of the pension reform, it is not surprising that it would have to be watered-down to lower political resistance in Congress. The risk here is that this change opens room for other changes, including for the federal government. However, it would be very positive if the government could pass the reform making only this concession.

**In Brazil, Prosecutor-General Rodrigo Janot called for the opening of an investigation against nine ministers** of President Michel Temer and the two former presidents, Luiz Inácio Lula da Silva and Dilma Rousseff. This represents another blow to the government of Temer, who has already lost eight ministers, mostly to scandal. However, these clean-up operations (Petrobras, Lava Jato, Odebrecht...) underline the independence and strength of Brazilian institutions and so far the 2 key figures of Brazil's structural reforms President Temer and Finance minister Meirelles have been untouched by the investigations.

**Brazilian industrial sector confidence rose to 54 in March**, the 3rd consecutive month of improvement.

In order to meet this year's consolidated primary deficit target of 2.2% of GDP, the Brazilian government will have to increase some existing taxes and cut spending to fill the 58Bn BRL gap.

**Argentina emerged from recession earlier than expected as 4Q16 GDP came in at +0.5% QOQ.**

**The Chilean economy grew by 0.5% YOY in 4Q16**, its slowest pace in 7 years. The 2016 annual figure came in at 1.6% YOY, leading to the slowest three consecutive years of growth since the early 1980s. GDP was dragged down by the fall of gross fixed capital formation by 5.0% YOY. Private investments are the key to reignite economic growth and only a political change in November could prop up business confidence. In the meantime, some support should come from increases in the copper price and monetary policy, as inflation slows and the easing cycle (2 25bps rate cut in January and March) should continue.

## AFRICA

MSCI Africa 862 +1.51%

**Inflation in South Africa fell to 6.3% YOY in February**, helped by ZAR strength and a good agricultural season (+83% maize volume, food inflation came down to +10% YOY vs. +12% in January). Core inflation fell from 5.5% YOY in January to 5.2% YOY. As CPI is getting closer the SARB target band, we can expect an easing monetary cycle to kick off in 2H17.

**South Africa's current account deficit narrowed to near 6-year low at 1.7% of GDP in 4Q16.** This was mainly explained by the rally in commodity prices, a fall in imports

(weak domestic demand) leading the trade balance to swing positive. The CAD averaged 3.3% of GDP in 2016 compared to 4.4% in 2015.

*These 2 data points are supportive of our thesis of a cyclical recovery in South Africa and the bottoming out of the economy in 4Q16-1Q17. The 19% rally in the ZAR/USD over the past 12 months also reflects this inflection point. However, structural change and enhanced GDP growth potential can only come from political change during the ANC elections in December.*

**The World Bank announced USD 57Bn of financing to Sub-Saharan Africa over next 3 years.** This will come in the form of grants and interest-free loans for the world's poorest countries and the IFC, financing arm of the WB to the private sector.

**Egypt's 5-year CDS tightened to 330 bps after falling by around 120 bps since the start of 2017, reflecting the rapid improvement in the country's risk perception.** However, this risk premium compression didn't benefit the currency that is flat YTD vs. the USD.

**Nigeria's central bank strategy of flooding the retail and forward markets with USD drawn from the FX reserves seems to be working** as the gap between parallel and official rates is closing. The NGN dropped below 400 NGN for 1 USD in the black market last week.

Having said that, no one has any idea of the corporate FX backlog and one can suspect it can wipe out most of the USD 30Bn reserves of the CBN. In addition, there is still no signal of an imminent change in the floating of the NGN nor the ability to repatriate portfolio flows. The increased FX supply has only come through the forward market, which equity investors cannot access directly and the spot FX market still trades less than USD 2Mn/day.

*It looks like the CBN is providing a short-term answer to a structural problem. Even if the CBN were to temporarily solve the FX problem, Nigeria is facing many more structural challenges (dependence on oil, terrorism, debt, infrastructure deficit, weak institutions, power shortages, virtually bankrupt power and banking systems...).*

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

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## THE WEEK AHEAD

	Date	Consensus
<b>UNITED STATES</b>		
Shiller-Case index (JAN) % MoM	Mon/27	0.8
GDP (4Q) saar % QoQ	Thu/30	2.0
Michigan consumer sentiment (MAR)	Fri/31	98.0
<b>EUROPE</b>		
Eurozone M3 growth (FEB) % YoY	Mon/27	4.9
Hungary rate decision %	Tue/28	0.9
Czech rate decision %	Thu/30	0.1
Eurozone consumer confidence (MAR)	Thu/30	-5.0
Eurozone HICP (MAR) % YoY	Fri/31	1.8
UK GDP (4Q) % YoY	Fri/31	2.0
UK current account (4Q) Bn GBP	Fri/31	-16.0
Turkey GDP (4Q) % YoY	Fri/31	1.9
<b>ASIA PACIFIC</b>		
Korea GDP (4Q) % YoY	Tue/28	2.3
Thailand rate decision %	Wed/29	1.5
Japan CPI (Feb) % YoY	Fri/31	0.2
Japan industrial production (FEB) % MoM	Fri/31	1.5
<b>LATIN AMERICA</b>		
Brazil retail sales (JAN) % YoY	Thu/30	-3.5
Mexico rate decision %	Thu/30	6.75
<b>AFRICA</b>		
Ghana rate decision %	Mon/27	24.50
Kenya rate decision %	Mon/27	10.00
Egypt rate decision %	Thu/30	14.75
South Africa rate decision %	Thu/30	7.0

# GLOBAL MARKET DATA

20 to 26 March 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	2,378.25	0.24%	0.62%	6.23%	16.55%		3.1
RUSSELL 2000 INDEX	RTY Index	US	1,391.52	1.92%	0.35%	2.53%	27.52%		2.3
NASDAQ COMPOSITE INDEX	CCMP Index	US	5,901.00	0.67%	1.30%	9.62%	23.58%		3.9
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	15,490.49	0.91%	0.18%	2.22%	10.92%		1.9
S&P 500 FINANCIALS INDEX	S5FINL Index	US	406.86	-0.94%	0.12%	5.26%	33.91%		1.4
S&P 500 CONS DISCRET IDX	S5COND Index	US	695.82	0.87%	1.25%	7.41%	12.20%		5.1
S&P 500 INFO TECH INDEX	S5INFT Index	US	904.38	0.76%	2.30%	11.94%	25.23%		4.9
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	869.94	-0.73%	0.62%	9.16%	13.82%		3.9
S&P 500 ENERGY INDEX	S5ENRS Index	US	511.82	0.33%	-1.52%	-7.70%	8.34%		2.0
S&P 500 ECO SECTORS IDX	SPXL1 Index	US	2,378.25	0.24%	0.62%	6.23%	16.55%		3.1
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	564.64	0.17%	0.12%	4.94%	17.48%		4.7
S&P 500 CONS STAPLES IDX	S5CONS Index	US	566.53	0.33%	0.13%	6.53%	4.71%		5.4
S&P 500 UTILITIES INDEX	S5UTIL Index	US	260.24	1.26%	-0.52%	5.43%	4.60%		2.0
S&P 500 MATERIALS INDEX	s5MATR Index	US	329.38	0.92%	0.38%	5.52%	15.55%		4.0
S&P 500 TELECOM SERV IDX	S5TELS Index	US	172.30	1.25%	1.49%	-2.44%	0.45%		2.9
Europe									
Euro Stoxx 50 Pr	SX5E Index	Europe	3,441.29	1.67%	5.23%	6.78%	7.59%	4.80%	1.6
CAC 40 INDEX	CAC Index	France	5,016.46	1.45%	4.86%	5.38%	7.48%	3.43%	1.5
DAX INDEX	DAX Index	Germany	12,070.71	1.83%	3.53%	7.34%	16.09%	5.35%	1.8
Athex Composite Share Pr	ASE Index	Greece	644.77	0.13%	1.13%	2.07%	7.92%	0.18%	0.5
FTSE MIB INDEX	FTSEMIB Index	Italy	20,094.91	2.85%	7.52%	6.33%	2.43%	4.37%	1.0
AEX-Index	AEX Index	Netherlands	516.00	1.73%	5.57%	8.86%	10.38%	6.84%	1.7
PSI All-Share Index GR	BVLX Index	Portugal	2,533.81	0.57%	0.80%	2.40%	-2.91%	0.50%	1.2
MICEX INDEX	INDEXCF Index	Russia	2,040.89	6.49%	2.18%	-2.42%	28.12%	-8.77%	0.8
IBEX 35 INDEX	IBEX Index	Spain	10,238.00	3.13%	8.62%	11.62%	8.34%	9.56%	1.5
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,584.46	1.92%	3.19%	7.58%	5.63%	4.47%	2.3
SWISS MARKET INDEX	SMI Index	Switzerland	8,688.16	1.71%	2.45%	8.01%	7.32%	5.82%	2.5
BIST 100 INDEX	XU100 Index	Turkey	90,507.27	4.16%	3.89%	12.79%	-12.58%	15.81%	1.3
FTSE 100 INDEX	UKX Index	UK	7,410.05	2.98%	2.03%	4.36%	2.53%	3.95%	1.9
Asia Pacific									
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	583.07	4.01%	3.32%	13.36%	17.68%	13.36%	1.6
S&P/ASX 200 INDEX	AS51 Index	Australia	5,778.91	2.75%	1.97%	9.37%	13.16%	2.36%	2.0
DSE 30 Index	DS30 Index	Bangladesh	2,061.53	0.45%	1.43%	12.50%	19.84%	13.73%	-
HANG SENG CHINA ENT INDEX	HSCEI Index	China "H"	10,583.98	4.46%	2.11%	11.81%	19.74%	11.91%	1.1
SHANGHAI SE COMPOSITE	SHCOMP Index	China "A"	3,250.81	0.90%	-0.62%	5.00%	4.68%	4.31%	1.8
HANG SENG INDEX	HSI Index	HK	24,501.99	3.19%	2.42%	10.40%	18.48%	10.50%	1.3
Nifty 50	NIFTY Index	India	9,130.15	4.14%	5.01%	16.10%	23.66%	11.90%	2.9
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,514.12	2.99%	2.91%	6.20%	10.29%	4.60%	2.3
NIKKEI 225	NIKY Index	Japan	19,521.59	1.53%	1.46%	5.75%	13.94%	2.13%	1.8
KOSPI 200 INDEX	KOSPI Index	Korea	280.75	5.36%	4.33%	15.78%	17.79%	8.40%	1.0
Laos Composite Index	LSXC Index	Laos	1,110.24	0.58%	6.36%	10.04%	-3.52%	10.24%	0.9
FTSE Bursa Malaysia KLCI	FBM KLCI Index	Malaysia	1,748.20	1.96%	3.09%	7.49%	-6.98%	6.30%	1.7
KARACHI 100 INDEX	HGSE100 Index	Pakistan	48,509.69	-1.57%	-0.26%	0.85%	46.74%	1.26%	2.1
PSEi - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,316.57	3.08%	1.97%	6.08%	-6.35%	7.37%	2.4
STRAITS TIMES INDEX STI	FSSTI Index	Singapore	3,161.95	1.99%	2.20%	13.62%	6.06%	10.02%	1.2
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,045.71	-1.15%	-1.86%	-4.51%	-5.10%	-2.90%	1.3
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	9,912.97	4.52%	2.07%	13.64%	19.94%	7.08%	1.7
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,565.99	2.82%	0.27%	4.09%	12.86%	1.17%	1.9
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	715.07	-0.03%	0.03%	6.88%	20.04%	6.87%	2.1
Rest of the World									
MSCI ACWI	MXWD Index	MSCI World	451.26	1.29%	1.52%	6.97%	13.90%	6.97%	2.2
MSCI EM	MXEF Index	MSCI EM	965.57	4.26%	3.12%	11.98%	18.20%	11.98%	1.7
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,585.67	1.75%	1.49%	6.92%	6.04%	6.92%	1.8
DFM GENERAL INDEX	DFMGI Index	Dubai	3,485.77	0.04%	-3.01%	-0.27%	4.04%	-0.27%	1.2
MSCI EM LATIN AMERICA	MXLA Index	Latin America	2,607.09	2.62%	0.27%	11.38%	21.89%	11.38%	1.9
ARGENTINA Merval INDEX	MERVAL Index	Argentina	19,434.00	2.31%	1.14%	17.61%	43.73%	14.87%	0.6
MSCI BRAZIL	MXBR Index	Brazil	1,851.08	0.83%	-3.75%	10.72%	41.00%	10.72%	1.7
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,652.40	4.39%	4.88%	13.52%	20.90%	12.07%	1.5
IGBC GENERAL INDEX	IGBC Index	Colombia	9,915.11	2.25%	0.60%	1.07%	8.82%	-1.89%	-
MEXICO IPC INDEX	MEXBOL Index	Mexico	48,593.44	6.13%	8.99%	15.12%	-2.52%	6.46%	2.6
Bolsa de Panama General	BVPSBVPS Index	Panama	413.78	-0.36%	0.04%	0.07%	5.56%	0.12%	1.9
S&P/BVLPeruGeneralTRPEN	SPBLPGPT Index	Peru	15,518.44	2.46%	-1.24%	2.86%	37.15%	-0.31%	1.6
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	37,885.01	-1.71%	6.09%	19.49%	152.72%	19.49%	3.0
MSCI EFM AFRICA	MXFMEAF Index	Africa	848.91	5.85%	6.01%	10.34%	14.85%	10.34%	2.4
EGYPT HERMES INDEX	HERMES Index	Egypt	1,176.67	-2.56%	-5.47%	6.76%	-15.45%	6.92%	2.0
GSE Composite Index	GGSECI Index	Ghana	1,879.60	2.14%	5.16%	4.89%	-16.04%	11.28%	1.7
Nairobi SE 20 Share	KNSMIDX Index	Kenya	2,983.68	0.30%	-0.51%	-6.84%	-25.10%	-6.36%	1.8
MASI Free Float Index	MOSENEW Index	Morocco	11,929.65	0.40%	0.80%	3.61%	24.84%	2.45%	2.7
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	25,653.16	0.68%	0.55%	-5.30%	-37.37%	-4.55%	1.2
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	45,393.87	5.99%	5.81%	11.41%	14.50%	3.21%	2.0
<b>Average</b>				1.79%	1.93%	6.88%	13.35%	5.94%	
<b>Top 25%</b>				2.92%	3.25%	11.05%	19.79%	10.38%	
<b>Bottom 25%</b>				0.43%	0.27%	4.23%	4.69%	2.30%	

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# GLOBAL MARKET DATA (CONTD.)

20 to 26 March 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	100.13	-0.94%	-0.81%	-1.87%	5.85%
USD-EUR X-RATE	USDEUR Curncy	Europe	0.93	-0.61%	-1.51%	-2.04%	5.40%
Russian Ruble SPOT (TOM)	USDRUB Curncy	Russia	57.38	-3.05%	-2.05%	-7.08%	-16.06%
USD-TRY X-RATE	USDTRY Curncy	Turkey	3.63	-2.55%	-0.27%	3.21%	27.98%
USD-GBP X-RATE	USDGBP Curncy	UK	0.81	-1.89%	-0.14%	-0.42%	16.83%
Bloomberg JPMorgan Asia Dollar	ADXY Index	Asia USD Index	105.24	0.58%	0.11%	2.10%	-2.98%
USD-AUD X-RATE	USDAUD Curncy	Australia	1.29	-2.14%	-0.64%	-6.56%	-0.75%
USD-CNY X-RATE	USDCNY Curncy	China	6.90	-0.09%	0.53%	-0.60%	6.58%
USD-INR X-RATE	USDINR Curncy	India	65.35	-1.70%	-1.82%	-3.61%	-1.90%
USD-JPY X-RATE	USDJPY Curncy	Japan	112.70	-1.82%	-0.06%	-3.64%	1.18%
USD-KRW X-RATE	USDKRW Curncy	Korea	1,120.18	-2.21%	0.13%	-6.14%	-3.53%
USD-TWD X-RATE	USDTWD Curncy	Taiwan	30.47	-1.42%	-0.17%	-5.26%	-6.01%
USD-ARS X-RATE	USDARS Curncy	Argentina	15.56	0.53%	0.50%	-2.03%	4.24%
USD-BRL X-RATE	USDBRL Curncy	Brazil	3.09	-1.60%	-0.60%	-5.03%	-14.79%
USD-CLP X-RATE	USDCLP Curncy	Chile	662.28	-0.26%	1.87%	-1.21%	-1.11%
USD-MXN X-RATE	USDMXN Curncy	Mexico	19.14	-2.71%	-5.13%	-7.96%	10.15%
USD-EGP X-RATE	USDEGP Curncy	Egypt	18.07	2.53%	14.20%	-0.51%	103.33%
USD-NGN X-RATE	USDNGN Curncy	Nigeria	310.10	0.28%	0.09%	0.07%	58.52%
USD-ZAR X-RATE	USDZAR Curncy	South Africa	12.68	-3.43%	-3.06%	-7.37%	-16.10%
Commodities				Return (USD)			
WTI CRUDE FUTURE Apr17	CLA Comdty	US	48.47	0.60%	-9.68%	-12.00%	7.99%
BRENT CRUDE FUTR May17	COA Comdty	UK	51.61	0.76%	-8.41%	-10.82%	12.06%
BALTIC DRY INDEX	BDIY Comdty		1,196.00	10.13%	39.23%	24.45%	205.10%
Natural Gas Futures	NGI Comdty		2.92	-1.99%	6.27%	-20.84%	52.27%
Gold Spot \$/Oz	XAU Curncy		1,233.64	2.04%	-1.54%	7.13%	-2.28%
Silver Spot \$/Oz	XAG Curncy		17.43	2.14%	-4.96%	9.27%	9.39%
LME COPPER 3MO (\$)	LMCADSO3 Comdty		5,935.00	3.54%	-0.64%	7.22%	17.07%
Government Bond Yields %				Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	US 2yr	1.31	-0.04	0.05	0.13	0.45
US Generic Govt 5 Year Yield	USGG5YR Index	US 5yr	2.01	-0.08	0.09	0.09	0.65
US Generic Govt 10 Year Yield	USGG10YR Index	US 10yr	2.49	-0.07	0.11	0.06	0.60
Canadian Govt Bonds 10 Year No	GCAN10YR Index	Canada 10yr	1.76	-0.05	0.13	0.04	0.47
Mexico Generic 10 Year	GMXN10YR Index	Mexico 10yr	7.27	-0.13	-0.12	-0.17	1.28
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	UK 10yr	1.24	0.01	0.09	0.01	-0.21
Switzerland Govt Bonds 10 Year	GSWISS10 Index	Swiss 10yr	0.00	-0.07	0.22	0.17	0.29
German Government Bonds 2 Yr B	GDBR2 Index	German 2yr	-0.78	0.06	0.13	-0.01	-0.30
German Government Bonds 5 Yr O	GDBR5 Index	German 5yr	-0.32	-0.02	0.24	0.20	-0.04
Germany Generic Govt 10Y Yield	GDBR10 Index	German 10yr	0.44	-0.05	0.23	0.23	0.21
French Generic Govt 10Y Yield	GTFRF10Y Govt	French 10yr	1.11	0.00	0.22	0.43	0.54
Greece Generic Govt 10Y Yield	GTGRD10Y Govt	Greece 10yr	7.29	0.21	0.24	0.28	-1.33
Italy Generic Govt 10Y Yield	GBTGRI10 Index	Italy 10yr	2.36	-0.01	0.27	0.54	1.09
Spain Generic Govt 10Y Yield	GSPG10YR Index	Spanish 10yr	1.88	-0.01	0.23	0.50	0.45
Portugal Generic Govt 10Y Yield	GSPT10YR Index	Portugal 10yr	4.29	0.23	0.41	0.52	1.43
Australia Govt Bonds Generic Y	GACGB10 Index	Aus 10yr	2.82	-0.12	0.14	0.10	0.31
India Govt Bond Generic Bid Yi	GIND10YR Index	India 10yr	6.87	-0.04	-0.01	0.35	-0.66
KCMP South Korea Treasury Bond	GVSKI10YR Index	Korea 10yr	2.17	-0.14	0.01	0.07	0.31
Japan Generic Govt 10Y Yield	GJGB10 Index	Japan 10yr	0.08	-0.01	0.02	0.03	0.12
South Africa Govt Bonds 10 Year	GSAB10YR Index	SA 10yr	8.48	-0.19	-0.30	-0.42	-0.66
Corporate Credit Indices				Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/22	ITRXEXE CBIL Curncy	EUR XOVER	296.65	-7.52	-16.10	-12.85	-35.18
MARKIT ITRX EUROPE 06/22	ITRXEBE CBIL Curncy	EUR MAIN	76.39	-1.89	-3.18	-2.15	-2.50
MARKIT ITRX EUR SNR FIN 06/22	ITRXESE CBIL Curncy	EUR SNR FIN	92.10	-1.37	-6.78	-8.45	3.99
MARKIT ITRX EUR SUB FIN 06/22	ITRXEUE CBIL Curncy	EUR SUB FIN	202.27	-4.47	-20.40	-30.41	1.41
MARKIT CDX.NA.IG.28 06/22	IBOXUMAE CBIL Curncy	US IG	61.55	-3.15	-1.15	-6.25	-21.93
MARKIT CDX.NA.HY.27 12/21*	IBOXHYSE CBIL Curncy	US HY	321.61	-11.03	5.60	-33.68	-104.22
Implied Volatility (Equity Index)				Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	Europe	17.07	-0.55	-1.96	-0.78	-4.26
FTSE 100 500 3month ATM	UKX Index	UK	11.71	-1.18	-2.20	-1.26	-4.28
Hang Seng 3month ATM	HSI Index	HK	13.58	-0.30	-1.46	-2.61	-6.09
Nikkei 3month ATM	NKY Index	Japan	16.16	-1.52	-3.59	-3.07	-5.53
S&P 500 3month ATM	SPX Index	US	11.09	-0.57	-1.41	-2.38	-3.65
Volatility (VIX)	VIX Index	US	11.61	-0.38	-1.64	-2.76	-3.16
Inflation (Long term inflation expectation proxy) %				Change (percentage points)			
US 5Y5YF Inflation Swap		USD	2.40	0.07	0.05	0.01	0.43
UK 5Y5YF Inflation Swap		GBP	3.43	-0.01	0.00	-0.09	0.27
JPY 5Y5YF Inflation Swap		JPY	0.50	0.00	0.00	-0.06	0.53
EUR 5Y5YF Inflation Swap		EUR	1.69	0.00	0.00	-0.03	0.27
Economic Data Surprise (+ive = above expectations)							
Citi Economic Surprise Index	CESIAPAC Index	Asia Pacific	52.00				
Citi Economic Surprise Index -	CESICNY Index	China	7.90				
Citi Economic Surprise Index -	CESIEM Index	EM	53.30				
Citi Economic Surprise Index -	CESIEUR Index	Eurozone	48.10				
Citi Economic Surprise Index -	CESIG10 Index	G10	39.40				
Citi Economic Surprise - Japan	CESIJPY Index	Japan	-33.20				
Citi Economic Surprise Index -	CESILTAM Index	Latin America	49.00				
Citi Economic Surprise - Unite	CESIUSD Index	US	56.10				

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