

GLOBAL MARKET UPDATE

22 to 29 August 2016



Whilst we think the near term prospects for the global economy (coming 6 months), could be somewhat better than expected as recent confidence shocks subside, we believe the developed world has a structural growth problem. Moreover, we think current policy is inadequate to address these challenges and we will therefore see policy innovation. Certainly this is expected to involve a return to fiscal stimulus but, as highlighted by Jackson Hole, it is also likely to see **central banks get serious about sparking inflation**. For example, Janet Yellen spoke of higher inflation targets and nominal GDP targeting, while Marvin Goodfriend proposed ideas to increase the ability to enforce negative rates such as abolishing paper currency. Considering also the market focus on helicopter money, if central banks do evolve, then their actions may no longer be so bond market friendly.

UNITED STATES

S&P 2,180 **-0.68%**, 10yr Treasury 0.05% **+17.65bps**, HY Credit Index 386 **+5bps**, Vix 12.94 **+2.31Vol**

At the Jackson Hole economic symposium, **Janet Yellen was mildly more hawkish than the market expected**. In a prepared speech she stated that the FOMC “continues to anticipate that gradual increases in the federal funds rate will be appropriate over time to achieve and sustain employment and inflation near our statutory objectives” and “in light of the continued solid performance of the labour market and our outlook for economic activity and inflation, I believe the case for an increase in the federal funds rate has **strengthened in recent months**.” In a subsequent CNBC interview, vice-chair **Stanley Fischer said he believed Yellen’s comments were consistent with both the possibility of a September hike and two hikes before year end**. The market

response was more muted; **futures market’s pricing an increased, 40% probability of a hike in September** and 60% probability of hikes by December.

Yellen’s speech also touched on the challenges faced by monetary policy makers. Whilst the FED are not actively considering new tools, she spoke of the possibility of purchasing a broader range of assets and, as we discussed last week, the **prospect of higher inflation targets and nominal GDP targeting**.

For the most part, Janet Yellen revealed little of note at Jackson Hole. There is now an established “boy who cried wolf” syndrome whereby the market takes FED guidance with a pinch of salt. However, if this week’s employment report is strong, then we think there is a good chance of a rate hike next month. Indeed, most recent FED speakers have struck a hawkish tone -

THIS WEEK’S GLOBAL EQUITY MARKET MOVERS (22 TO 29 AUGUST 2016)

DEVELOPED	Top 3:	Italy 2.50% , Spain 1.70% , Ireland 1.34%
	Bottom 3:	Japan -2.17% , Canada -1.01% , Portugal -0.83%
EMERGING	Top 3:	Thailand 0.82% , Taiwan 0.77% , Russia 0.49%
	Bottom 3:	Brazil -2.67% , Mexico -2.58% , South Africa -2.54%
FRONTIER	Top 3:	Nigeria 8.49% , Costa Rica 4.94% , Bosnia 1.66%
	Bottom 3:	Kenya -7.23% , Namibia -6.38% , Bermuda -6.10%

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Cleveland FED's Mester said the case for a rate rise was "compelling" over the weekend.

EUROPE

Eurostoxx 2,999 **+0.66%**, German Bund **-0.08%**
-4.00bps, Xover Credit Index 306 **-2bps**, EURUSD 1.117
+1.14%

Portuguese government bonds have been a standout underperformer this year, widening by 0.53% versus, for example, a 0.83% tightening in Spanish yields. This week saw the weakness continue as Fergus McCormick, head of sovereign ratings at DBRS, said "pressures appear to be mounting" on the country. This is significant as DBRS is the only ratings firm recognised by the ECB, which maintains an investment grade rating on the country's debt – a requirement to qualify for ECB sovereign bond purchases under QE.

The **German Ifo survey disappointed** with all components falling, whilst the National Bank of Hungary kept its policy rate on hold at 0.90%.

ASIA PACIFIC

HSCEI 9,577 **-0.62%**, Nikkei 1,672.00 **-2.17%**, 10yr JGB-
0.07% **+0bps**, USDJPY 102.250 **+1.61%**

Ahead of the September meeting, **BOJ Governor Kuroda was on the front foot last week**. First, in an interview with the Sankei Shimbun (one of Japan's leading newspapers) he said "the BOJ's negative rate policy has not reached its limits...technically there is room for a further cut." Second, at Jackson Hole he commented, "The Bank of Japan will continue to carefully examine risks and take additional easing measures without hesitation" and that between quantitative easing and negative interest rates the BOJ had an "extremely powerful policy scheme".

Despite a negative week, H shares have outperformed the rest of Asia over the month of August.

One factor behind this has been a recovery in corporate earnings. 66% of Chinese companies listed in Hong Kong beat consensus expectations for Q2 2016, the

highest proportion across Asia, and Hong Kong's highest beat percentage since Q4 2011. This ties in with the recent narrowing of the rate of PPI deflation in China, suggesting that industry consolidation and SOE reform are beginning to improve pricing power, after years of falling prices. Household expenditure surveys continue to show resilience in consumer spending.

A sustained recovery in corporate earnings, consumer spending and price levels would be symptomatic of an economy graduating from a period of stabilisation to one entering a period of acceleration. A continuation of these developments would dampen our expectations for any further monetary or fiscal stimulus during the second half of 2016, whilst further raising the probability that the official 6.5% GDP growth target will be hit for the full year.

Another factor creating additional interest in H shares has been the progress in Shenzhen Connect. Expected to be in place by the end of the year, this new channel will add an expected 880 companies to the 567 already accessible to north-bound trading, representing 70% of mainland market cap. Whilst the Shanghai Connect is yet to fulfil the initial hype, yet to reach its daily trading quota, the Shenzhen Connect has created positive sentiment around Chinese equities, with the linkage between the three exchanges creating the world's second largest pool of equity capital.

The government of Indonesia, one of Asia's best performing markets YTD, up 24% in USD, announced another round of economic 'stimulus'. The government have now announced 13 rounds of 'stimulus' (read 'reforms'), with the latest batch including measures to deregulate the market for affordable housing and offering mortgage subsidies. *Indonesia continues to sit in a relative sweet spot – political stability of a well-supported democratic government, strong economic growth and a currency holding firm despite interest rate cuts.*

LATIN AMERICA

MSCI Lat Am 2,431 **-1.77%**

Mexican GDP fell 0.2% QOQ in 2Q16 - the first decline in 3 years. Following the data, the ministry of finance reduced their 2016 growth estimate range from 2.2-3.2% to 2.0-2.6%. Also last week, S&P downgraded Mexico's outlook from neutral to negative.

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After nearly four years of negotiations, the Colombian government and FARC rebels reached an agreement and closed the peace negotiation process. FARC will now convert into a legal political party, signalling an end to a conflict which has left hundreds of thousands dead and millions displaced during 52 years of bloodshed.

Dilma's trial in the Senate, the last step of her impeachment process, started last Thursday.

It is scheduled to finish with a vote on Tuesday or Wednesday next week, to decide whether Rousseff illegally financed government spending.

AFRICA

MSCI Africa 801 -4.24%

Last week was a bloodbath for African markets.

In South Africa, a special police unit named "the Hawks" launched an investigation into Pravin Gordhan, the pro-market finance minister who is seen as independent and one of the only credible watchdogs of fiscal discipline.

He faces the threat of imminent arrest for his role in an alleged covert unit at the South African Revenue Service. Were Gordhan to depart, it would be seen as a serious blow to the country. Indeed, a credit rating downgrade to junk is already increasingly likely and the ZAR fell 6.5% last week against the USD.

In Kenya, president Uhuru Kenyatta signed a bill to cap lending rates at 4% above the central bank target rate and to put a floor on deposit rates (banks to pay 7% vs 1-2% currently). Whilst the aim is to improve banking conditions for the general population, at the expense of bank profits, the decision will make the precariously capitalised banking system even more fragile.

Also in Kenya, the Treasury is expected to delay new external borrowing until 4Q16 on account of high interest rates demanded by investors. The economic team has already postponed their Eurobond issue needed to finance the budget deficit (9% of GDP in 2016/17) for several quarters, trying to "time the market".

THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
Case Schiller HPI (JUN) % MOM	Tue/30	-
Consumer confidence index (AUG)	Tue/30	97.0
ISM manufacturing index (AUG)	Thu/01	52.0
Non-farm payroll change (AUG) th	Fri/02	180
Tade balance (JUL) Bn USD	Fri/02	-43.0
EUROPE		
Israel rate decision %	Mon/29	0.1
Eurozone consumer confidence (AUG)	Tue/30	-8.5
Eurozone industrial confidence (AUG)	Tue/30	-2.70
Euozone HICP (AUG) % YOY	Wed/31	0.3
UK manufacturing PMI (AUG)	Thu/01	49.0
Eurozone manufacturing PMI (AUG)	Thu/01	51.8
Italy GDP (2Q) % YOY	Fri/02	0.0
ASIA PACIFIC		
Japan industrial production (JUL) % MOM	Wed/31	0.7
India GDP (Q2) % YOY	Wed/31	7.7
China Caixin manufacturing PMI (AUG)	Thu/01	50.3
Korea GDP (2Q) % YOY	Fri/02	3.2
LATIN AMERICA		
Colombia GDP (Q2) % YOY	Mon/29	2.4
Brazil IGPM inflation (AUG) % MOM	Tue/30	0.15
Brazil rate decision %	Wed/31	14.25
Colombia rate decision %	Wed/31	7.75
Brazil GDP (Q2) % YOY	Wed/31	-3.8
AFRICA		
Angola rate decision %	Mon/29	-
Nigeria GDP (Q2)	Wed/31	-

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Market Summary

Data: Last Calendar Week

Name	Equities			Return (USD)					YTD (Local)	Volume lwk/3mo	14d RSI	30d Vol
	BBG Code	Country	Price	1 Week	MTD	YTD	1Y					
North America												
S&P 500 INDEX	SPX Index	US	2,180.38	-0.68%	-0.21%	6.12%	9.13%		80%	57.12	5.54%	
RUSSELL 2000 INDEX	RTY Index	US	1,244.94	0.10%	1.48%	8.99%	7.32%		79%	###	###	
NASDAQ COMPOSITE INDEX	CCMP Index	US	5,232.33	-0.37%	1.10%	4.22%	8.44%		81%	###	6.95%	
S&P/TSX COMPOSITE INDEX	SPTSX Index	Canada	14,681.97	-1.01%	1.17%	19.98%	8.22%		80%	###	6.40%	
S&P 500 FINANCIALS INDEX	S5FINL Index	US	327.37	0.36%	1.67%	0.77%	1.66%		79%	###	8.93%	
S&P 500 CONS DISCRET IDX	S5COND Index	US	643.83	-0.69%	-0.92%	3.36%	7.28%		87%	52.89	7.79%	
S&P 500 INFO TECH INDEX	S5INFT Index	US	785.92	0.04%	1.94%	8.62%	16.09%		80%	###	6.91%	
S&P 500 HEALTH CARE IDX	S5HLTH Index	US	845.04	-1.80%	-3.11%	1.14%	1.26%		91%	###	8.01%	
S&P 500 ENERGY INDEX	S5ENRS Index	US	514.62	-1.34%	1.79%	14.00%	8.88%		73%	53.79	18.24%	
S&P 500 ECO SECTORS IDX	SPXL Index	US	2,180.38	-0.68%	-0.21%	6.12%	9.13%		80%	57.12	5.54%	
S&P 500 INDUSTRIALS IDX	S5INDU Index	US	509.52	-0.69%	0.60%	9.35%	14.09%		70%	57.22	7.53%	
S&P 500 CONS STAPLES IDX	S5CONS Index	US	558.38	-1.16%	-0.84%	7.12%	13.60%		79%	###	7.18%	
S&P 500 UTILITIES INDEX	S5UTIL Index	US	250.31	-2.27%	-6.19%	12.89%	13.70%		72%	###	14.26%	
S&P 500 MATERIALS INDEX	S5MATR Index	US	307.89	-0.56%	-0.09%	11.46%	12.40%		82%	###	9.20%	
S&P 500 TELECOM SERV IDX	S5TELS Index	US	172.91	-0.69%	-6.07%	14.46%	16.44%		69%	44.51	12.17%	
Europe												
Euro Stoxx 50 Pr	SX5E Index	Europe	2,998.50	0.66%	1.36%	-4.74%	-8.25%	-7.87%	62%	51.97	13.77%	
CAC 40 INDEX	CAC Index	France	4,424.25	0.18%	0.75%	-0.96%	-4.65%	-4.21%	62%	51.97	12.31%	
DAX INDEX	DAX Index	Germany	10,544.44	-0.34%	3.14%	1.48%	2.63%	-1.45%	57%	###	13.61%	
Athex Composite Share Pr	ASE Index	Greece	561.69	-0.04%	-0.36%	-7.41%	-9.85%	-10.46%	31%	###	16.51%	
FTSE 100 INDEX	FTSEMIB Index	Italy	16,655.22	2.50%	0.68%	-19.02%	-24.14%	-21.36%	60%	###	21.75%	
AEX-Index	AEX Index	Netherlands	452.15	0.20%	1.41%	6.01%	2.17%	2.53%	64%	53.41	11.18%	
PSI All-Share Index GR	BVLX Index	Portugal	2,504.47	-0.88%	0.92%	2.66%	3.22%	-0.71%	31%	53.18	10.73%	
MICEX INDEX	INDEXCF Index	Russia	1,986.72	0.49%	4.80%	28.61%	21.30%	13.17%	79%	57.73	9.74%	
IBEX 35 INDEX	IBEX Index	Spain	8,616.40	1.70%	1.55%	-6.19%	-15.85%	-9.27%	56%	51.24	17.88%	
OMX STOCKHOLM 30 INDEX	OMX Index	Sweden	1,411.98	0.47%	3.15%	-2.80%	-5.83%	-2.43%	86%	55.31	12.20%	
SWISS MARKET INDEX	SMI Index	Switzerland	8,184.09	-0.82%	0.18%	-5.77%	-8.15%	-7.37%	66%	52.32	11.65%	
BIST 100 INDEX	XUI00 Index	Turkey	76,118.84	-1.73%	3.73%	6.46%	1.97%	7.52%	97%	###	###	
FTSE 100 INDEX	UKX Index	UK	6,838.05	0.39%	1.12%	-2.20%	-5.72%	9.54%	70%	###	8.65%	
Asia Pacific												
MSCI AC ASIA x JAPAN	MXASJ Index	MSCI Asia Ex	541.07	-0.35%	3.23%	8.79%	10.95%	8.79%	100%	###	10.51%	
S&P/ASX 200 INDEX	ASX Index	Australia	5,478.29	-0.43%	-0.67%	8.57%	11.79%	4.15%	101%	52.43	8.06%	
DSE 30 Index	DS30 Index	Bangladesh	1,735.25	-1.01%	-1.32%	-0.08%	-5.80%	-0.14%			###	
HANG SENG CHINA ENT INDX	HSCEI Index	China "A"	9,577.91	-0.62%	6.63%	-1.23%	-3.26%	-1.15%	91%	58.76	13.92%	
SHANGHAI SE COMPOSITE	SHCOMP Index	China "H"	3,076.35	-1.45%	2.61%	-15.59%	-4.37%	-13.25%	88%	55.33	13.14%	
HANG SENG INDEX	HSI Index	HK	23,007.46	-0.16%	4.69%	4.82%	4.54%	4.84%	89%	###	12.05%	
Nifty 50	NIFTY Index	India	8,674.70	-0.92%	-1.07%	6.63%	6.25%	7.88%	90%	57.14	9.85%	
JAKARTA COMPOSITE INDEX	JCI Index	Indonesia	5,343.61	0.02%	3.01%	24.00%	29.97%	18.42%	107%	###	###	
NIKKEI 225	NIKY Index	Japan	16,725.36	-2.17%	-0.22%	2.36%	5.43%	-14.04%	76%	52.82	###	
KOSPI 200 INDEX	KOSPI2 Index	Korea	257.49	-1.17%	1.40%	12.25%	17.34%	6.59%	83%	###	8.72%	
Laos Composite Index	LXSC Index	Laos	993.80	-1.49%	-8.01%	-14.86%	-20.54%	-15.44%	179%	37.88	###	
FTSE Bursa Malaysia KLCI	FBM KLCI Index	Malaysia	1,683.42	-0.49%	2.30%	6.36%	9.49%	-0.56%	81%	###	6.42%	
KARACHI 100 INDEX	KSE100 Index	Pakistan	40,029.45	0.99%	1.05%	21.75%	16.66%	21.67%	100%	###	6.26%	
PSEI - PHILIPPINE SE IDX	PCOMP Index	Philippines	7,727.38	-0.97%	-0.05%	14.18%	12.24%	12.85%	91%	###	12.14%	
STRAITS TIMES INDEX STI	FSTI Index	Singapore	2,832.20	-0.21%	-1.34%	3.58%	0.10%	-0.87%	74%	###	###	
SRI LANKA COLOMBO ALL SH	CSEALL Index	Sri Lanka	6,551.30	-0.74%	2.67%	-5.80%	-16.84%	-4.98%	111%	###	6.73%	
TAIWAN TAIEX INDEX	TWSE Index	Taiwan	9,110.56	0.77%	1.99%	13.62%	18.75%	9.52%	90%	57.91	8.91%	
STOCK EXCH OF THAI INDEX	SET Index	Thailand	1,550.50	0.82%	2.25%	25.42%	17.67%	20.29%	91%	###	9.83%	
HO CHI MINH STOCK INDEX	VNINDEX Index	Vietnam	670.26	0.84%	2.36%	16.27%	21.07%	15.32%	89%	59.81	13.89%	
Rest of the World												
MSCI ACWI	MXWD Index	MSCI World	418.04	-0.40%	0.56%	4.77%	5.24%	4.77%	78%	56.87	5.30%	
MSCI EM	MXEF Index	MSCI EM	895.97	-0.98%	3.20%	13.51%	10.86%	13.51%	79%	58.14	###	
MSCI Frontier Market Index	MXFEM Index	MSCI FM	2,570.24	-0.68%	0.47%	9.08%	5.30%	9.08%	79%	51.87	5.23%	
Dubai General Index	DFGI Index	Dubai	3,450.74	-2.25%	0.22%	10.82%	-4.28%	10.83%	82%	52.37	12.45%	
ARGENTINA MERVAL INDEX	MERVAL Index	Argentina	16,033.28	0.92%	0.33%	17.35%	-10.29%	35.02%	10%	###	###	
MSCI BRAZIL	MXBR Index	Brazil	1,661.91	-1.87%	1.09%	60.21%	28.50%	60.21%	87%	###	19.36%	
CHILE STOCK MKT SELECT	IPSA Index	Chile	4,155.35	-1.12%	-1.09%	19.55%	13.70%	12.56%	92%	###	6.24%	
IGBC GENERAL INDEX	IGBC Index	Colombia	10,097.09	0.16%	10.59%	29.13%	19.07%	18.27%	###	###	8.88%	
MEXICO IPC INDEX	MEXBOL Index	Mexico	47,599.12	-2.58%	3.72%	3.18%	-0.24%	10.22%	97%	###	8.81%	
Bolsa de Panama General	BVPSBVPS Index	Panama	401.38	0.52%	0.69%	-0.53%	-2.67%	-0.50%	73%	61.61	4.83%	
S&P/BVL Peru General TRPEN	SPBLPGPT Index	Peru	15,393.48	-3.04%	0.17%	57.47%	45.02%	54.54%	104%	###	12.18%	
VENEZUELA STOCK MKT INDX	IBVC Index	Venezuela	11,916.94	-2.32%	-7.65%	-48.29%	-49.36%	-17.92%	104%	37.12	###	
MSCI EPM AFRICA	MXMEAF Index	Africa	800.87	-4.24%	-0.92%	19.29%	1.44%	19.29%	91%	###	###	
EGYPT HERMES INDEX	HERMES Index	Egypt	718.93	-1.84%	0.42%	1.48%	-0.06%	15.20%	62%	###	###	
GSE Composite Index	GGSECI Index	Ghana	1,814.28	-0.29%	1.03%	-12.58%	-11.40%	-9.34%	81%	###	5.47%	
Nairobi SE 20 Share	KNSMIDX Index	Kenya	3,123.54	-7.23%	-7.83%	-19.72%	-19.38%	###	153%	###	19.18%	
MASI Free Float Index	MOSENEW Index	Morocco	9,926.71	-0.47%	1.24%	13.86%	6.48%	11.53%	38%	###	6.65%	
NIGERIA STCK EXC ALL SHR	NGSEINDX Index	Nigeria	27,368.41	8.49%	-0.60%	-39.41%	-38.59%	-4.16%	68%	47.01	###	
FTSE/JSE AFRICA TOP40 IX	TOP40 Index	South Africa	46,912.46	-2.54%	0.00%	11.72%	-0.55%	2.20%	101%	54.57	11.10%	
Average				-0.61%	0.65%	6.56%	3.64%	5.88%	82%	###	11.90%	
Top 25%				0.13%	2.01%	13.74%	13.00%	12.93%	91%	58.71	13.91%	
Bottom 25%				-1.25%	-0.21%	-0.31%	-4.33%	-4.17%	72%	51.92	7.84%	

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22 to 29 August 2016

FX (vs USD)			Return +ive=USD Stronger			
Name	Country	Price	1 Week	MTD	YTD	1Y
DOLLAR INDEX SPOT	USD Index	95.78	1.12%	0.04%	-3.11%	-0.05%
USD-EUR X-RATE	Europe	0.90	1.14%	-0.20%	-3.03%	0.43%
Russian Ruble SPOT (TOM)	Russia	64.91	1.08%	-2.06%	-10.94%	-1.98%
USD-TRY X-RATE	Turkey	2.95	0.83%	-1.18%	1.24%	1.53%
USD-GBP X-RATE	UK	0.77	-0.48%	0.69%	12.17%	17.25%
Bloomberg JPMorgan Asia Dollar	Asia USD Index	107.05	-0.35%	-0.66%	0.42%	-0.59%
USD-AUD X-RATE	Australia	1.32	0.85%	0.48%	-3.64%	-5.23%
USD-CNY X-RATE	China	6.68	0.24%	0.52%	2.71%	4.12%
USD-INR X-RATE	India	67.09	0.00%	0.10%	1.37%	1.53%
USD-JPY X-RATE	Japan	102.25	1.62%	-0.22%	-15.29%	-15.86%
USD-KRW X-RATE	Korea	1,119.80	-0.33%	-0.58%	-5.22%	-6.02%
USD-TWD X-RATE	Taiwan	31.72	0.04%	-0.85%	-3.60%	-1.50%
USD-ARS X-RATE	Argentina	15.10	0.52%	-0.03%	16.00%	61.60%
USD-BRL X-RATE	Brazil	3.23	1.89%	0.52%	-17.55%	-8.10%
USD-CLP X-RATE	Chile	671.40	1.19%	1.91%	-5.70%	-3.67%
USD-MXN X-RATE	Mexico	18.66	2.04%	-0.85%	8.05%	10.18%
USD-EGP X-RATE	Egypt	8.88	-0.01%	-0.04%	13.49%	13.65%
USD-NGN X-RATE	Nigeria	314.75	-8.49%	-1.41%	58.18%	58.38%
USD-ZAR X-RATE	South Africa	14.45	6.31%	3.54%	-7.11%	9.36%
Commodities			Return (USD)			
WTI CRUDE FUTURE Oct16	US	47.06	-2.99%	12.54%	11.13%	-4.99%
BRENT CRUDE FUTR Oct16	UK	49.27	-1.89%	14.68%	15.69%	-9.30%
BALTIMORE DRY INDEX		720.00	5.42%	9.76%	50.63%	-20.44%
Natural Gas Futures		2.90	11.11%	-0.17%	22.85%	8.83%
Gold Spot \$/Oz		1,321.24	-1.51%	-2.23%	24.51%	17.44%
Silver Spot \$/Oz		18.72	-3.37%	-8.26%	34.72%	28.72%
LME COPPER 3MO (\$)		4,615.00	-3.81%	-6.29%	-1.91%	-10.21%
Government Bond Yields %			Change (Bps)			
US Generic Govt 2 Year Yield	US 2yr	0.82	0.10	0.19	-0.20	0.16
US Generic Govt 5 Year Yield	US 5yr	1.20	0.07	0.21	-0.52	-0.26
US Generic Govt 10 Year Yield	US 10yr	1.59	0.05	0.18	-0.64	-0.55
Canadian Govt Bonds 10 Year No	Canada 10yr	1.03	0.01	0.06	-0.30	-0.37
Mexico Generic 10 Year	Mexico 10yr	5.85	0.00	-0.10	-0.44	-0.24
UK Govt Bonds 10 Year Note Gen	UK 10yr	0.56	-0.06	-0.12	-1.40	-1.42
Switzerland Govt Bonds 10 Year	Swiss 10yr	-0.50	-0.04	0.04	-0.46	-0.40
German Government Bonds 2 Yr B	German 2yr	-0.62	0.00	0.01	-0.27	-0.39
German Government Bonds 5 Yr O	German 5yr	-0.52	-0.01	0.03	-0.46	-0.58
Germany Generic Govt 10Y Yield	German 10yr	-0.08	-0.04	0.05	-0.70	-0.81
French Generic Govt 10Y Yield	French 10yr	0.16	-0.02	0.07	-0.82	-0.93
Greece Generic Govt 10Y Yield	Greece 10yr	7.95	0.00	-0.11	-0.11	-1.05
Italy Generic Govt 10Y Yield	Italy 10yr	0.92	0.00	-0.04	-0.41	-0.80
Spain Generic Govt 10Y Yield	Spanish 10yr	0.94	-0.01	-0.08	-0.83	-1.12
Portugal Generic Govt 10Y Yield	Portugal 10yr	3.03	0.04	0.11	0.53	0.43
Australia Govt Bonds Generic Y	Aus 10yr	1.84	-0.01	-0.02	-1.03	-0.85
India Govt Bond Generic Bid Yi	India 10yr	7.11	0.03	-0.04	-0.63	-0.64
KCMP South Korea Treasury Bond	Korea 10yr	1.45	-0.01	0.03	-0.67	-0.84
Japan Generic Govt 10Y Yield	Japan 10yr	-0.07	0.01	0.12	-0.34	-0.46
South Africa Govt Bonds 10 Yea	SA 10yr	9.05	0.50	0.33	-0.82	0.64
Corporate Credit Indices			Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 06/21	EUR XOVER	306.45	-2.24	-11.54	-7.33	-15.90
MARKIT ITRX EUROPE 06/21	EUR MAIN	67.04	-0.25	-0.95	-9.95	-3.49
MARKIT ITRX EUR SNR FIN 06/21	EUR SNR FIN	88.87	-2.71	-2.69	12.79	10.27
MARKIT ITRX EUR SUB FIN 06/21	EUR SUB FIN	202.21	-1.31	-1.19	49.53	42.10
MARKIT CDX.NA.IG.26 06/21	US IG	71.32	0.26	-2.94	-17.36	-7.16
MARKIT CDX.NA.HY.26 06/21	US HY	386.31	4.70	-16.19	-85.37	11.19
Implied Volatility (Equity Index)			Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	Europe	20.01	-0.64	-0.34	-3.92	-5.32
FTSE 100 500 3month ATM	UK	13.32	0.09	0.01	-2.88	-4.80
Hang Seng 3month ATM	HK	17.32	0.43	-0.56	-0.58	-7.59
Nikkei 3month ATM	Japan	21.58	1.09	9.24	3.98	0.99
S&P 500 3month ATM	US	12.46	0.89	0.83	-3.34	-6.78
Volatility (VIX)	US	12.94	2.31	1.78	-4.56	-12.45
Inflation (Long term inflation expectation proxy) %			Change (Bps)			
US 5Y5YF Inflation Swap	USD	1.93	0.01	-0.02	-0.23	-0.21
UK 5Y5YF Inflation Swap	GBP	3.14	0.04	0.16	-0.22	-0.16
JPY 5Y5YF Inflation Swap	JPY	0.11	-0.01	-0.07	-0.60	-0.81
EUR 5Y5YF Inflation Swap	EUR	1.31	0.00	-0.05	-0.38	-0.34
Economic Data Surprise (+ive/-ive = above/below expectation)						
Citi Economic Surprise Index	Asia Pacific	9.30				
Citi Economic Surprise Index -	China	-14.80				
Citi Economic Surprise Index -	EM	-4.30				
Citi Economic Surprise Index -	Eurozone	16.90				
Citi Economic Surprise Index -	G10	14.30				
Citi Economic Surprise - Japan	Japan	2.80				
Citi Economic Surprise Index -	Latin America	-20.50				
Citi Economic Surprise - Unite	US	10.60				

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

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