

18-24 MARCH: THE US TREASURY MARKET IS RATTLED BY THE IDEA OF A RECESSION

THIS WEEK'S GLOBAL EQUITY MARKET MOVERS

DEVELOPED	Top 3:	Japan 2.15% , New Zealand 1.22% , Singapore 0.38%
	Bottom 3:	Luxembourg -4.92% , Ireland -3.67% , Germany -2.95%
EMERGING	Top 3:	Philippines 2.82% , China "A" 2.66% , Abu Dhabi 2.60%
	Bottom 3:	Turkey -8.36% , Brazil -7.12% , Chile -3.56%
FRONTIER	Top 3:	Serbia 2.49% , Romania 2.00% , Oman 1.91%
	Bottom 3:	Argentina -7.45% , Vietnam -1.48% , Bangladesh -1.41%

By the end of the week, headlines on almost all major media outlets screamed that a recession in the US is imminent, as the **Treasury curve inverted**. Simply put, the yield on the 10-year US Treasury fell below the yield quoted on the 3-month bill – although only by a basis point. This phenomenon usually – but not always – **predicts that a recession in the US is lurking around the corner**. We do not want to downplay the significance of the yield curve's inversion, but **we are nowhere near a hundred per cent convinced that a recession is inevitable** for the following reasons

- in the past, an inverting yield curve was not always followed by a recession,
- the ECB and the BoJ are unable to exit from their QE programmes, which deter some capital flows to the US weighing on Treasury yields,
- recent US macro data releases do not imply economic stagnation or a recession, in our view,
- and most importantly, due to the Fed's extremely bloated balance sheet, nobody actually knows whether pre-crisis and pre-QE rules and correlations still apply, i.e. if the yield curve's steepness is a reliable predictor.

We sustain our view that the economic slowdown in the US is a normalisation from a somewhat overheated state and a **decent real GDP growth is achievable this year**. But of course, we continue to monitor incoming macroeconomic data closely. In conclusion, **as long as rates in the US are low, the USD relatively weak and global economic growth is not meaningfully hurt, EM asset prices have convincingly strong reasons to rise**. However, as long as the market is unconvinced that the growth story is not meaningfully derailed, it is likely that concerns can weigh on investor sentiment.

UNITED STATES

S&P 2,801 -0.77%, 10yr Treasury 2.46% -14.81bps,
HY Credit Index 349 +7bps, Vix 17.09 +3.60Vol

Although the 3M-10Y steepness gauge turned to negative during the week due to macro data releases, other measures that capture the steepness of the yield curve remain “normal,” i.e. not signalling an upcoming recession. Nevertheless, **the US stock market focused on the bearish aspects of the yield curve and consequently many of the major stock indices performed poorly**, i.e. the Nasdaq Composite decreased 0.6%, the S&P500 declined 0.8%, while the Russell 2000 lost 3.1% of its value. By the end of the week, **Fed funds futures massively repriced and now imply a 25bp rate cut for 4Q19 and on top of that a 25bp cut in 2020.**

The Fed is going to be patient, according to Chair Powell, **and thus shifted to a wait-and-see stance in the context of a jittery investor sentiment**, as the Treasury market increasingly expects a sharp slowdown in economic activity. Chair Powell presented the updated “dot plot,” which now expects no rate changes throughout 2019 (vs. two 25bp hikes in the previous version). It was also confirmed that **the balance sheet run-down will slow from May and end in September.**

The Fed's approach to monetary policy should persuade markets that the FOMC is willing to err on the side of being “too dovish” and let inflation exceed the target to make sure that underlying economic growth remains unhurt. Having said that, should tight labour market conditions persist throughout 2019 and translate into faster inflation, while real GDP growth is decent, the FOMC will probably raise the Fed funds rate to prevent the build-up of unwanted excesses.

Looking forward: The release of the final 4Q18 GDP data, the January PCE inflation figure and 4Q18 current account statistics will provide guidance to markets on the state of the US' economy. Furthermore, high-level trade talks between the US and China will continue, as US Treasury Secretary Mnuchin travels to China with the aim to reach an agreement by April.

EUROPE

Eurostoxx 3,302 -2.57%, German Bund -0.01% -9.90bps,
Xover Credit Index 280 -9bps, USDEUR .884 +0.20%

European stock markets had an awful week, as macroeconomic data in the Euro Area disappointed – proving that economic growth is frailer than most expected. As a result, the German stock index declined by 3% in USD terms, followed by the French (-2.7% in USD) and the Spanish (-1.7% in USD), while the Italian benchmark went sideways (in USD). **The fixed income market in the Euro Area was driven by the same idea: the fear of a recession.** Consequently, the 10-year German Bund plummeted by 10bp to -0.02%.

Business sentiment in the Euro Area has been sharply deteriorating. The German manufacturing PMI underwhelmed all expectations, as the index dropped to 47.6 suggesting a considerable contracting in industrial output in the next few months. March was the third

consecutive month when the German manufacturing PMI was below 50. Meanwhile in France, not only the PMI gauge for manufacturing, but also the one for services declined below 50.

Soft indicators in the Euro Area have become increasingly worrying that the Eurozone might face a prolonged period of economic stagnation, or a recession. Due to the underwhelming economic activity, the European Central Bank may be forced to postpone the timing of the first rate hike even further out on the policy horizon, well into 2020.

Looking forward: The Euro Area's aggregate economic diary does not contain any relevant macro data release for the week. Germany will reveal inflation metrics, while the UK will publish GDP and current account statistics.

ASIA PACIFIC

HSCEI 11,232 +0.11%, Nikkei 20,977.11 +2.15%, 10yr JGB-0.08% 0bps, USDJPY 110.170 -1.30%

Asian markets fared well last week, as the majority of the broad stock indices gained in USD terms. The Philippine stock market was one of the best performers rising 2.8% in USD, followed by Chinese “A” shares (+2.7% in USD) and the Taiwanese market (+1.9% in USD).

The Thai central bank kept the policy rate stable at 1.75%. The decision was unanimous. MPC members agreed that real GDP will grow around its potential, as domestic demand continues to firm. The Thai central bank foresees real GDP growth at 3.8% in 2019 and at 3.9% in 2020. According to the central bank's forecast, inflation could hover around or marginally above 1% both this and next year.

The MPC retained its hawkish bias, in our view, as the MPC emphasised its vigilant approach in terms of sustaining financial stability. Consequently, the central bank should decide in the coming months how it intends to constrain lending activity – i.e. through micro-, macroprudential policies and/or rate hikes.

The Taiwanese central bank held the policy rate at 1.375%. The MPC maintained its accommodative stance given the benign inflationary environment and negative output gap. According to the central bank, Taiwanese real GDP may expand by 2.1% in 2019.

The Indonesian central bank left the policy rate unchanged at 6% for the fourth consecutive month, citing an uncertain external environment. The MPC emphasised that lending activity has become sub-optimal.

In our view, the MPC will take into account the current account deficit and the external macroeconomic backdrop when it decides on the appropriate monetary policy stance. For the time being, we believe that the probability of a policy rate change over the next 3-6 months is low.

The Philippine central bank maintained the policy rate at 4.75%. The MPC cited that upside inflation risks have dissipated, implying that rate hikes are very unlikely. Although the new Governor strongly hinted that the

central bank could start an easing cycle before the official monetary policy meeting, the MPC as a whole refrained from indicating a preference for dovishness in the short-term.

Should inflation fall below 3% and remain sub-3% for a prolonged period, the MPC will likely embark on an easing cycle. However, this scenario has a relatively low probability at the moment.

Looking forward: The Asian economic diary is filled with exciting data releases for the week. China and India will release their respective 4Q18 current account statistics, while Vietnam is set to publish a wide range of macroeconomic metrics. In addition, foreign trade data will be reported by Thailand and Sri Lanka. At the end of the week, the Pakistani central bank decides on the appropriate level of policy interest rate.

LATIN AMERICA

MSCI Lat Am 2,713 **-4.83%**

Investor sentiment in Latin American stock markets was gloomy, which was captured by the MSCI EM Latin America index decreasing 4.8% in USD. The Brazilian market was down by 7.3% in USD, followed by the Chilean index (-3.6% in USD). In contrast, the Colombian and Mexican markets rose by 0.6% and 0.8% in USD, respectively.

Brazilian President Bolsonaro revealed the granular details of the Military Pension Reform complementing the ordinary Pension Reform bill. If the bill is passed in its current form, it will mean an additional BRL 10.3bn in savings per year over the next 10 years. Overall, the whole Pension Reform is set to save about BRL 1.1tn over 10 years' time – unless the measures in the bill are diluted by the Congress during the debate.

The Brazilian central bank kept the policy rate stable at 6.5%. The central bank foresees inflation in the range between 3.9-4.1% YoY at the end of 2019, i.e. around the mid-point of the inflation target. The tone of the MPC's message was broadly neutral, citing data dependency for future rate decisions.

Domestic demand growth in Mexico decelerated to 0.8% YoY in 4Q18, as public expenditures, private spending. In addition, exports growth lost momentum as well. Headline GDP growth slowed to 1.7% YoY in the last quarter of 2018, while full-year growth amounted to 2%. Meanwhile, inflation in Mexico was 4% YoY in the first two weeks of March, while the core gauge was 3.5% YoY. The degree and persistence of disinflation in 1Q19 was greater than expectations – primarily due to non-core inflationary developments, while core inflation has proven to be somewhat stickier.

Real GDP growth in Chile was 3.6% YoY in 4Q18, supported by both mining and non-mining sectors. In full-year 2018, the Chilean economy expanded by 4% on the back of the recovery of domestic demand (i.e. investments and household spending).

The Colombian central bank kept the policy rate at

4.25%. The decision was unanimous and MPC members hinted that the policy rate is likely to be kept stable in the coming months. According to the central bank's assessment, the negative output gap has been closing, as GDP growth has been strengthening, while inflation remained contained.

Argentine real GDP fell sharply in 4Q18, as economic activity contracted by 6.2% YoY (-1.2% QoQ). In full-year 2018, real GDP declined by 2.5%. As GDP decreased in the last quarter of 2018, unemployment rose and hit 9.1%.

Looking forward: The Latin American economic diary is fully loaded for the week, including a monetary policy decision by the central banks of Mexico and Chile. Furthermore, the central bank of Brazil will release the minutes from its last monetary policy meeting.

AFRICA

MSCI Africa 779 **-0.43%**

Risk-averse market sentiment plagued African stock markets, as most of the benchmark indices declined. The Egyptian and Kenyan markets underperformed their peers, as they decreased by 0.7% and 0.8% in USD, respectively.

Retail sales in South Africa rose 1.2% YoY in January after a 1.6% YoY decline in the previous month. Meanwhile, **inflation was 4.1% YoY in February**, as food inflation remained steady. February was the third consecutive month when the headline CPI inflation gauge was below the mid-point of the central bank's inflation target band (3-6%).

Morocco's central bank left its policy rate at 2.25% in the context of a disinflationary environment. The monetary authority foresees inflation to slow to 0.6% in 2019 from 1.9% in 2018.

The Egyptian Finance Minister announced the official estimates for this financial year's GDP growth and budget deficit target. The FinMin foresaw real GDP to grow 6.1% in FY2019-20 (July-June) and set the deficit target to 7.2% of GDP.

Looking forward: Central banks take the centre of the stage in Africa this week, as the Nigerian, Kenyan, Moroccan, Egyptian and South African monetary authorities are scheduled to decide on their respective policy interest rates. Later, Moody's is set to deliver its rating review decision on South Africa on the 29th.

THE WEEK AHEAD

	Date	Consensus
UNITED STATES		
GDP growth (4Q18) annualised QoQ	Thu/28	2.3%
PCE deflator (Jan) YoY	Fri/29	1.7%
EUROPE		
Germany: CPI inflation (Mar) YoY	Thu/28	1.5%
UK: GDP growth (4Q19) YoY	Fri/29	1.3%
ASIA PACIFIC		
China: industrial profits (Feb) YoY	Wed/27	
China: current account (4Q18)	Fri/29	
LATIN AMERICA		
Brazil: monetary policy meeting minutes	Tue/26	
Mexico: policy rate	Thu/28	8.25%
AFRICA		
South Africa: policy rate	Thu/28	6.75%
South Africa: Moody's credit rating review	Fri/29	

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MARKET DATA**

GLOBAL MARKET DATA

18-24 MARCH

Market Summary			Data:		Last Calendar Week			
Equities			Return (USD)				YTD (Local)	Volume 1wk/3mo
Name	Country	Price	1 Week	MTD	YTD	1Y		
North America								
S&P 500 INDEX	US	2,822.48	2.89%	1.36%	12.59%	2.74%		123%
RUSSELL 2000 INDEX	US	1,553.54	2.08%	-1.40%	15.20%	-1.46%		140%
NASDAQ COMPOSITE INDEX	US	7,688.53	3.78%	2.07%	15.87%	2.76%		121%
S&P/TSX COMPOSITE INDEX	Canada	16,140.35	1.62%	-0.41%	15.17%	0.77%	12.69%	122%
S&P 500 CONS DISCRET IDX	US	874.67	2.56%	0.88%	11.92%	4.30%		118%
S&P 500 CONS STAPLES IDX	US	567.16	2.24%	1.36%	8.68%	3.36%		130%
S&P 500 FINANCIALS INDEX	US	442.54	2.98%	0.75%	11.78%	-7.69%		126%
S&P 500 HEALTH CARE IDX	US	1,065.44	3.22%	0.63%	6.42%	7.71%		141%
S&P 500 INFO TECH INDEX	US	1,281.64	4.87%	3.34%	17.76%	5.12%		111%
S&P 500 ENERGY INDEX	US	484.84	3.21%	1.02%	14.33%	-1.65%		110%
S&P 500 ECO SECTORS IDX	US	2,822.48	2.89%	1.36%	12.59%	2.74%		123%
S&P 500 INDUSTRIALS IDX	US	624.31	0.29%	-2.50%	15.15%	-2.63%		130%
S&P 500 MATERIALS INDEX	US	347.35	1.68%	0.96%	9.71%	-6.27%		125%
S&P 500 REAL ESTATE IDX	US	220.13	2.17%	2.51%	14.44%	14.35%		113%
S&P 500 COMM SVC	US	158.56	2.30%	2.96%	14.25%	1.97%		124%
S&P 500 UTILITIES INDEX	US	295.41	1.84%	2.74%	9.98%	16.89%		132%
Europe								
Euro Stoxx 50 Pr	Europe	3,390.91	3.85%	2.10%	11.52%	-8.98%	12.82%	108%
CAC 40 INDEX	France	5,412.46	4.06%	2.58%	12.94%	-5.82%	14.26%	122%
DAX INDEX	Germany	11,702.39	2.71%	0.92%	9.50%	-13.13%	10.67%	118%
Athex Composite Share Pr	Greece	724.73	4.41%	1.51%	16.39%	-18.95%	17.74%	120%
FTSE MIB INDEX	Italy	21,201.96	3.47%	1.31%	13.64%	-14.97%	14.85%	107%
AEX-Index	Netherlands	552.13	4.82%	1.50%	11.87%	-4.98%	13.18%	111%
PSI All-Share Index GR	Portugal	3,101.42	2.01%	0.88%	9.92%	-5.41%	11.20%	128%
MOEX Russia Index	Russia	2,481.12	1.96%	1.11%	12.04%	-3.44%	4.53%	124%
IBEX 35 INDEX	Spain	9,394.00	3.06%	0.15%	8.13%	-11.47%	9.39%	102%
OMX STOCKHOLM 30 INDEX	Sweden	1,603.37	4.55%	1.32%	9.91%	-11.45%	13.28%	98%
SWISS MARKET INDEX	Switzerland	9,485.10	2.78%	0.49%	10.48%	1.04%	12.50%	113%
BIST 100 INDEX	Turkey	103,974.20	1.72%	-3.28%	9.83%	-37.00%	13.18%	99%
FTSE 100 INDEX	UK	7,270.50	3.90%	2.32%	11.98%	-3.69%	7.43%	124%
Asia Pacific								
MSCI AC ASIA x JAPAN	MSCI Asia Ex	657.51	2.37%	0.67%	10.21%	-11.99%	10.21%	149%
S&P/ASX 200 INDEX	Australia	6,190.53	0.09%	-0.08%	10.03%	-5.37%	9.36%	114%
DSE 30 Index	Bangladesh	2,017.90	1.51%	1.05%	7.21%	-5.44%	7.60%	
HANG SENG CHINA ENT INDX	China "H"	11,674.83	3.15%	1.24%	13.41%	-9.62%	13.66%	86%
SHANGHAI SE COMPOSITE	China "A"	3,096.42	1.87%	2.44%	24.14%	-13.49%	21.17%	170%
HANG SENG INDEX	HK	29,409.01	2.78%	1.32%	12.00%	-8.11%	12.25%	90%
Nifty 50	India	11,433.50	5.10%	8.76%	6.31%	3.97%	5.19%	110%
JAKARTA COMPOSITE INDEX	Indonesia	6,491.05	1.69%	-0.33%	6.36%	-1.24%	4.31%	108%
NIKKEI 225	Japan	21,584.50	1.61%	0.16%	6.14%	-6.47%	7.18%	94%
KOSPI 200 INDEX	Korea	279.93	1.58%	-2.27%	4.93%	-18.38%	6.83%	91%
Laos Composite Index	Laos	817.74	0.25%	2.07%	-2.23%	-12.01%	-1.75%	32%
FTSE Bursa Malaysia KLCI	Malaysia	1,689.79	0.14%	-2.02%	0.64%	-12.72%	-0.59%	112%
KARACHI 100 INDEX	Pakistan	38,335.02	-1.20%	-1.72%	3.12%	-29.96%	3.35%	75%
PSEI - PHILIPPINE SE IDX	Philippines	7,873.02	-0.64%	-0.37%	4.21%	-5.73%	4.45%	126%
STRAITS TIMES INDEX STI	Singapore	3,213.07	0.58%	-0.46%	5.08%	-11.78%	4.28%	102%
SRI LANKA COLOMBO ALL SH	Sri Lanka	5,612.40	-1.90%	-2.66%	-4.95%	-24.50%	-7.21%	96%
TAIWAN TAIEX INDEX	Taiwan	10,512.70	2.08%	0.25%	6.20%	-10.55%	7.32%	115%
STOCK EXCH OF THAI INDEX	Thailand	1,617.69	-0.15%	-2.06%	6.72%	-11.96%	3.94%	100%
HO CHI MINH STOCK INDEX	Vietnam	1,011.86	1.86%	3.99%	12.44%	-13.54%	12.50%	129%
Rest of the World								
MSCI ACWI	MSCI World	508.72	2.79%	1.04%	11.64%	-2.64%	11.64%	141%
MSCI EM	MSCI EM	1,057.30	2.64%	0.60%	9.48%	-13.07%	9.48%	144%
MSCI Fronter Market Index	MSCI FM	2,707.14	1.66%	1.18%	8.85%	-10.55%	8.85%	134%
DFM GENERAL INDEX	Dubai	2,606.22	-0.78%	-2.34%	1.75%	-19.49%	1.76%	100%
MSCI EM LATIN AMERICA	Latin America	2,850.72	4.45%	1.05%	11.10%	-6.48%	11.10%	121%
S&P MERVAL TR ARS	Argentina	33,933.08	5.82%	-3.68%	5.52%	-47.29%	12.02%	82%
MSCI BRAZIL	Brazil	2,205.32	5.14%	1.78%	13.44%	-2.49%	13.44%	92%
S&P/CLX IPSA (CLP) TR	Chile	5,324.12	1.04%	-1.51%	8.04%	-13.78%	4.28%	126%
IGBC GENERAL INDEX	Colombia	12,933.26	6.89%	4.50%	21.02%	3.48%	16.05%	
S&P/BMV IPC	Mexico	42,210.46	2.88%	-1.23%	3.71%	-13.95%	1.37%	135%
Bolsa de Panama General	Panama	440.45	0.27%	0.61%	-2.33%	-3.94%	-2.32%	103%
S&P/BVLPeruGeneralITRPEN	Peru	20,919.07	2.58%	1.57%	10.60%	0.26%	8.11%	284%
MSCI EFM AFRICA	Africa	782.71	0.99%	-2.24%	3.77%	-24.71%	3.77%	118%
EGYPT HERMES INDEX	Egypt	1,458.25	1.42%	2.93%	17.14%	-10.27%	13.85%	93%
GSE Composite Index	Ghana	2,417.01	-0.36%	-2.74%	-16.25%	-41.56%	-3.29%	58%
Nairobi SE 20 Share	Kenya	2,896.04	-1.31%	-0.21%	3.88%	-22.32%	2.19%	86%
MAFI Free Float Index	Morocco	10,983.17	-0.85%	-1.92%	-4.07%	-20.54%	-3.39%	31%
NIGERIA STCK EXC ALL SHR	Nigeria	31,142.72	-2.23%	-1.89%	-0.23%	-26.28%	-0.92%	64%
FTSE/JSE AFRICA TOP40 IX	South Africa	50,182.55	0.97%	-2.36%	6.10%	-20.47%	6.33%	133%
Global Style								
MSCI WORLD GROWTH INDEX	US	2,596.97	3.01%	1.56%	13.67%	0.64%	13.67%	118%
MSCI WORLD VALUE INDEX	US	2,752.42	2.60%	0.63%	10.22%	-3.00%	10.22%	123%
MSCI World Large Cap	US	1,299.61	2.86%	1.24%	11.67%	-0.41%	11.67%	121%
MSCI World Mid-Cap	US	1,336.98	2.57%	0.43%	13.31%	-4.66%	13.31%	120%
Average			2.10%	0.53%	8.94%	-8.96%	7.81%	114%
Top 25%			3.10%	1.51%	12.59%	-1.55%	12.55%	126%
Bottom 25%			1.01%	-0.85%	6.12%	-13.52%	4.20%	100%

GLOBAL MARKET DATA (CONTD.)

18-24 MARCH

FX (vs USD)			Return +ive=USD Stronger			
Name	BBG Code	Price	1 Week	MTD	YTD	1Y
DOLLAR INDEX SPOT	DX Index	96.47	-0.73%	0.46%	0.44%	7.16%
USD-EUR X-RATE	USDEUR Curncy	0.88	-0.70%	0.55%	1.13%	8.97%
Russian Ruble SPOT (TOM)	USDRUB Curncy	64.67	-2.21%	-1.44%	-6.42%	12.87%
USD-TRY X-RATE	USDTRY Curncy	5.47	0.02%	2.18%	3.06%	39.92%
USD-GBP X-RATE	USDGBP Curncy	0.75	-2.07%	-0.15%	-4.07%	5.11%
Bloomberg JPMorgan Asia Dollar	ADXY Index	106.48	0.24%	-0.07%	0.94%	-4.45%
USD-AUD X-RATE	USDAUD Curncy	1.41	-0.56%	0.17%	-0.61%	10.20%
USD-CNY X-RATE	USDCNY Curncy	6.71	-0.12%	0.30%	-2.40%	6.13%
USD-INR X-RATE	USDINR Curncy	68.56	-1.48%	-2.65%	-1.05%	6.08%
USD-JPY X-RATE	USDJPY Curncy	111.53	0.41%	0.14%	1.67%	5.19%
USD-KRW X-RATE	USDKRW Curncy	1,132.89	0.24%	0.90%	1.98%	6.24%
USD-TWD X-RATE	USDTWD Curncy	30.82	-0.15%	0.14%	0.83%	5.92%
USD-ARS X-RATE	USDARS Curncy	39.99	-2.89%	2.16%	6.21%	96.83%
USD-BRL X-RATE	USDBRL Curncy	3.82	-1.31%	1.92%	-1.64%	15.94%
USD-CLP X-RATE	USDCLP Curncy	669.00	-0.10%	2.23%	-3.47%	10.52%
USD-MXN X-RATE	USDMXN Curncy	19.22	-1.34%	-0.20%	-2.25%	2.58%
USD-EGP X-RATE	USDEGP Curncy	17.38	-0.12%	-0.59%	-2.83%	-1.25%
USD-NGN X-RATE	USDNGN Curncy	361.00	-0.22%	0.07%	-0.69%	0.14%
USD-ZAR X-RATE	USDZAR Curncy	14.44	-0.05%	2.45%	0.22%	21.04%
Commodities			Return (USD)			
WTI CRUDE FUTURE Apr19	CLA Comdty	58.44	4.37%	2.27%	27.00%	1.79%
BRENT CRUDE FUTR May19	COA Comdty	67.26	2.16%	1.28%	23.66%	8.57%
Baltic Dry Index	BDI Comdty	730.00	12.48%	10.94%	-42.56%	-36.52%
Natural Gas Futures	NG1 Comdty	2.79	-2.44%	-0.60%	-4.93%	4.25%
Gold Spot \$/Oz	XAU Curncy	1,303.71	0.35%	-0.96%	1.65%	-1.26%
Silver Spot \$/Oz	XAG Curncy	15.33	-0.07%	-1.90%	-1.07%	-6.85%
LME COPPER 3MO (\$)	LMCADS03 Comdty	6,431.00	0.56%	-1.20%	7.81%	-7.07%
Government Bond Yields %			Change (percentage points)			
US Generic Govt 2 Year Yield	USGG2YR Index	2.44	-0.02	-0.08	-0.05	0.15
US Generic Govt 5 Year Yield	USGG5YR Index	2.40	-0.04	-0.12	-0.12	-0.23
US Generic Govt 10 Year Yield	USGG10YR Index	2.59	-0.04	-0.13	-0.10	-0.24
Canadian Govt Bonds 10 Year No	GCAN10YR Index	1.72	-0.05	-0.23	-0.25	-0.43
Mexico Generic 10 Year	GMXN10YR Index	8.05	-0.07	-0.13	-0.61	0.46
UK Govt Bonds 10 Year Note Gen	GUKG10 Index	1.21	0.02	-0.09	-0.07	-0.23
Switzerland Govt Bonds 10 Year	GSWISS10 Index	-0.31	0.04	-0.07	-0.05	-0.40
German Government Bonds 2 Yr B	GDBR2 Index	-0.54	-0.01	-0.02	0.07	0.04
German Government Bonds 5 Yr O	GDBR5 Index	-0.34	0.01	-0.06	-0.03	-0.31
German Government Bonds 10 Yr	GDBR10 Index	0.08	0.02	-0.10	-0.16	-0.49
French Generic Govt 10Y Yield	GTRFR10Y Govt	0.46	0.05	-0.11	-0.25	-0.36
Greece Generic Govt 10Y Yield	GTGRD10Y Govt	3.77	0.03	0.13	-0.56	-0.41
Italy Generic Govt 10Y Yield	GBTGPR10 Index	2.46	-0.01	-0.26	-0.25	0.51
Spain Generic Govt 10Y Yield	GSPG10YR Index	1.18	0.14	0.02	-0.23	-0.19
Portugal Generic Govt 10Y Yield	GSPT10YR Index	1.30	-0.04	-0.16	-0.41	-0.48
Australia Govt Bonds Generic Y	GACGB10 Index	1.98	-0.05	-0.12	-0.34	-0.73
India Govt Bond Generic Bid Yi	GIND10YR Index	7.31	-0.03	-0.07	-0.03	-0.29
KCMP South Korea Treasury Bond	GVSU10YR Index	1.99	0.02	0.01	0.04	-0.72
Japan Generic Govt 10Y Yield	GJGB10 Index	-0.04	0.00	-0.01	-0.04	-0.08
South Africa Govt Bonds 10 Yea	GSAB10YR Index	9.26	0.04	-0.04		
Corporate Credit Indices			Change (Bps) +ive = Widening			
MARKIT ITRX EUR XOVER 12/23*	ITRXEXE CBIL Curncy	270.13	-20.39	-6.62	-84.30	14.16
MARKIT ITRX EUROPE 12/23	ITRXEBE CBIL Curncy	59.85	-4.47	-1.84	-28.42	9.61
MARKIT ITRX EUR SNR FIN 12/23	ITRXESE CBIL Curncy	71.00	-5.74	-1.87	-38.40	19.54
MARKIT ITRX EUR SUB FIN 12/23	ITRXEUE CBIL Curncy	146.30	-9.59	-2.83	-78.46	36.71
MARKIT CDX.NA.IG.31 12/23	IBOXUMAE CBIL Curncy	58.04	-6.75	-2.12	-29.90	2.99
MARKIT CDX.NA.HY.31 12/23*	IBOXHYE CBIL Curncy	340.78	-27.42	-4.36	-109.79	9.13
Implied Volatility (Equity Index)			Change (Volatility Points) +ive = Volatility Rising			
Eurostoxx 3month ATM	SX5E Index	12.30	-0.92	-0.04	-7.98	-1.72
FTSE 100 500 3month ATM	UKX Index	12.16	-1.31	-1.08	-7.63	0.14
Hang Seng 3month ATM	HSI Index	15.36	-1.93	-2.09	-7.98	-3.36
Nikkei 3month ATM	NKY Index	14.97	-1.46	0.63	-9.77	-3.24
S&P 500 3month ATM	SPX Index	12.17	-2.21	-0.81	-9.02	-2.06
Volatility (VIX)	VIX Index	13.15	-3.17	-1.90	-12.54	-3.71
Inflation (Long term inflation expectation proxy) %			Change (percentage points)			
US 5Y5YF Inflation Swap		2.29	0.06	-0.01	0.14	-0.09
UK 5Y5YF Inflation Swap		3.59	0.00	0.04	-0.03	0.15
JPY 5Y5YF Inflation Swap		0.11	0.00	0.00	0.04	-0.28
EUR 5Y5YF Inflation Swap		1.46	0.03	-0.01	-0.09	-0.22
Economic Data Surprise (+ive/-ive = above/below expectations)						
Citi Economic Surprise Index	CESIAPAC Index	-36.20				
Citi Economic Surprise Index -	CESICNY Index	-37.50				
Citi Economic Surprise Index -	CESIEM Index	-28.50				
Citi Economic Surprise Index -	CESIEUR Index	-34.10				
Citi Economic Surprise Index -	CESIG10 Index	-25.60				
Citi Economic Surprise - Japan	CESIJPY Index	-19.80				
Citi Economic Surprise Index -	CESILTAM Index	-10.00				
Citi Economic Surprise - Unite	CESIUSD Index	-36.20				

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

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