

Global Overview: US equities ended the week higher ahead of Labor Day weekend with the Dow at +0.5%, the S&P at +0.5% and the Nasdaq at +0.6% after a short-lived rally driven by weaker-than-expected US nonfarm payrolls, which postponed expectations of a Fed rate hike (FF now pricing a ~32% rate hike by September 2016 and ~59% by December 2016), in addition to encouraging consumer spending and confidence data earlier in the week. Gold ended higher and US Dollar strengthened as investors digested the US jobs report, while the yield curve flattened as softer August payrolls pressured yields on the shorter-end and weaker manufacturing and inflation data on the longer-end. Oil settled lower despite end of week rally, on increasing glut concerns as EIA reported a higher-than-expected build in US crude stocks and hopes of output freeze faded. European equities closed higher with the Stoxx 600 at +2.0% as US jobs report rally helped erase midweek losses from weaker-than-expected EU employment and inflation data and weaker commodity prices affecting mining and energy shares. UK equities ended higher with the FTSE 100 at +0.8% despite stronger Sterling. Japanese equities closed higher with the Nikkei 225 at +3.5% helped by weaker Yen and comments from BoJ Kuroda indicating that further monetary easing, including asset buying, monetary-base guidance and negative interest rates, remains a possibility in addition to fiscal and structural policies. Chinese equities closed higher with the Shanghai Composite at +5.3% while emerging markets underperformed closing lower with the MSCI EM at -0.2%.

Previous Week Macro Data	Actual	Cons.
US Core PCE (MoM) (Jul)	0.1%	0.1%
US Personal income (MoM) (Jul)	0.4%	0.4%
US Personal spending (Jul)	0.3%	0.3%
US Consumer confidence (Aug)	101.1	97.0
JPY Industrial production (YoY) (Jul)	-3.8%	-3.0%
EU Unemployment rate (Jul)	10.1%	10.0%
EU Core CPI (YoY) (Aug)	0.8%	0.9%
US ADP employment change (Aug)	177K	175K
US EIA crude oil Δ (Aug 26)	2.3M	-
CNY NBS manufacturing PMI (Aug)	50.4	49.8
UK Markit manufacturing PMI (Aug)	53.3	49.0
US Initial jobless claims (Aug 26)	263K	265K
US ISM manufacturing PMI (Aug)	49.4	52.0
US Unemployment rate (Aug)	4.9%	4.8%
US Nonfarm payrolls (Aug)	151K	180K
US Factory orders (MoM) (Jul)	1.9%	2.0%

Upcoming Week Macro Data	Cons.	Prior
T EU GDP (YoY) (Q2)	1.6%	1.6%
T US Markit PMI composite (Aug)	-	51.5
T US ISM non-manufacturing PMI (Aug)	55.7	55.5
T US IBD/TIPP economic optimism (MoM) (Sep)	48.1	48.4
W JPY Leading economic index (Jul)	98.6	99.2
W UK Industrial production (YoY) (Jul)	1.9%	1.6%
W US JOLTS job openings (Jul)	5.64M	5.62M
W UK NIESR GDP estimate (3M) (Aug)	-	0.3%
W JPY GDP annualized (Q2)	0.2%	0.2%
Th CNY Trade balance USD (Aug)	-	\$52.3B
Th EU ECB interest rate decision (Sep 8)	0.0%	0.0%
Th US Initial jobless claims (Sep 2)	265K	263K
Th US EIA crude oil Δ (Sep 2)	-	2.3M
F CNY CPI (YoY) (Aug)	1.7%	1.8%
F US Wholesale inventories (Jul)	0.1%	0.3%

Upcoming Week Policy & Related Events

W US Fed Williams, UK Inflation report hearings, UK BoE Carney & Cunliffe, US Fed's Beige Book

Th JPY BoJ Nakaso, EU ECB monetary policy statement and press conference

F Eurogroup meeting, US Fed Rosengren

Upcoming Week Key Earnings

T Marvell Technology, Casey's General Stores

W Hewlett Packard, Steinhoff International, Valspar, HD Supply, Guidewire Software

Th Sun Hung Kai, Donaldson

F Kroger

Equities	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,179.98	▲ 0.42	▲ 0.50	6.66	19.67	2.12
Dow Jones	18,491.96	▲ 0.39	▲ 0.52	6.12	17.81	2.59
NASDAQ	5,249.90	▲ 0.43	▲ 0.59	4.84	22.81	1.20
Russell 2000	1,251.83	▲ 0.97	▲ 1.11	10.21	20.13	1.36
STOXX 600	350.44	▲ 1.97	▲ 1.96	-4.20	18.16	3.53
FTSE 100	6,894.60	▲ 2.20	▲ 0.83	10.45	23.47	3.92
NIKKEI 225	1,6925.68	▼ -0.01	▲ 3.45	-10.49	18.67	1.94
Shanghai Index	3,067.35	▲ 4.47	▲ 5.28	-13.24	15.23	1.97
S&P Pan Arab	624.38	▼ -0.59	▼ -0.06	-4.51	11.46	3.96
MSCI ACWI	1,709.97	▲ 0.91	▲ 0.44	-0.37	17.73	3.35
MSCI EM	899.61	▲ 0.96	▼ -0.20	13.28	13.38	2.52

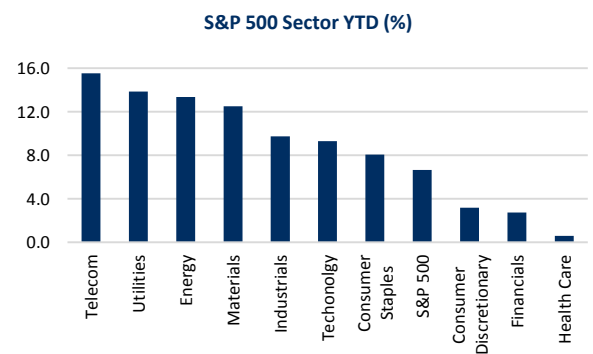
Fixed Income	Value	Yield %	YTD %
Barclays Global Aggregate	481.96	1.18	9.01
Barclays Global Agg. – Corporate	247.72	2.25	8.79
Barclays Global High Yield	1,180.38	5.91	13.72
Markit CDX N.A. Investment Grade	72.41	NA	NA
Markit CDX N.A. High Yield (Price)	104.57	NA	NA
Markit iTraxx Europe	50.54	NA	NA
Markit iTraxx ITX Crossover	366.56	NA	NA

Rates	Value	Yield %
Treasuries 2-Yr	99.93	0.79
Treasuries 10-Yr	99.06	1.60
Treasuries 30-Yr	99.39	2.28
Gilts 10-Yr	107.37	0.73
Bunds 10-Yr	100.57	-0.06
French 10-Yr	100.09	0.24
Italian 10-Yr	104.03	1.16
Spanish 10-Yr	108.49	1.02
Greek 10-Yr	71.68	8.02
JGBs 10-Yr	101.29	-0.03

Commodities	Value	YTD %
Oil-Brent	46.86	25.7%
Oil-WTI	44.40	19.9%
Natural Gas	2.76	17.9%
Gold	1,326.03	24.9%
Silver	19.39	40.0%
Copper	208.35	-2.4%
S&P GSCI CME	347.18	11.4%

Currencies	Value	YTD %
EUR-USD	1.1175	2.9%
GBP-USD	1.3316	-9.6%
USD-JPY	103.4900	-13.9%
USD-CNY	6.6772	2.8%
USD-CHF	0.9784	-2.4%
AUD-USD	0.7600	4.3%
USD-CAD	1.2959	-6.4%
USD-SEK	8.5582	1.4%
DXY Index	95.6420	-3.0%

Volatility	Value	YTD %
S&P 500 VIX	11.98	-34.2%
Euro Stoxx 50 VIX	18.30	-17.5%
Crude Oil VIX	38.25	-17.3%
Interest Rate VIX	81.64	-0.2%



	Investment Style YTD (%)		
	Value	Blend	Growth
Large	8.1	6.7	5.3
Mid	14.6	12.9	11.3
Small	15.7	13.4	11.4

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Source: Reuters, Bloomberg, Barclays, Morningstar, WSJ, CNBC, Briefing, FXStreet.

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