■ FFA Private Bank | Research Advisory | Weekly Market Insights

02-Feb

Estee Lauder

Global Overview	Previous Wee	ek Macro Data	Actual	Cons.	Date	Upcoming Week Macro Data	Cons.	Prior
• US equities ended the week higher with the S&P 500 at +2.2%, the Dow	JPY BoJ intere	est rate decision	-0.1%	-0.1%	29-Jan	US Core PCE (YoY) (Dec)	1.5%	1.5%
Jones at +2.1%, the Nasdaq at +2.3% while small-caps underperformed with the Russell 1000 at +0.7%. Gains in equities were driven by i) US	EU ZEW surve	ey- economic sentiment (Jan)	31.8	29.7	29-Jan	US Personal spending (MoM) (Dec)	0.4%	0.6%
Congress vote to end a three-day government shutdown, ii) favorable US Q4/17 corporate results with Netflix shares hitting record-high midweek	EU Consumer	confidence (Jan)	1.3	0.6	29-Jan	US Personal income (MoM) (Dec)	0.3%	0.3%
as the number of new subscribers exceeded analysts' expectations as well as iii) better-than-expected US macro data including PMI, housing and	JPY Nikkei ma	inufacturing PMI (Jan)	54.4	54.3	29-Jan	JPY Unemployment rate (Dec)	2.7%	2.7%
durable goods orders although Q4/17 US GDP came in below expectations	JPY Coinciden	it index	117.9	117.1	30-Jan	EU GDP (YoY) (Q4)	2.6%	2.6%
despite strong growth in consumer spending	EU Markit PM	11 composite (Jan)	58.6	57.9	30-Jan	EU Economic sentiment indicator (Jan)	116.3	116.0
 2-year Treasury yields edged up while 10-year and 30-year Treasury yields closed flat after rising following the Congress's short-term 	UK ILO unemp	ployment rate (3M) (Dec)	4.3%	4.3%	30-Jan	JPY Industrial production (YoY) (Dec)	1.9%	3.6%
agreement to end the US Government shutdown and higher-than- expected US macro data. The US Dollar Index closed lower, pushing gold	US Markit PM	Il composite (Jan)	53.8	53.5	31-Jan	CNY NBS manufacturing PMI (Jan)	-	51.6
higher, particularly after US Treasury Secretary Steven Mnuchin's	US Existing ho	ome sales (MoM) (Dec)	5.57M	5.70M	31-Jan	EU Unemployment rate (Dec)	8.7%	8.7%
comment in Davos stating that a weaker dollar would support the US trade balances although US President Trump pointed out later that 'the	US EIA crude	oil stocks change (Jan 19)	-1.1M	-1.6M	31-Jan	EU Core CPI (YoY) (Jan)	1.0%	1.1%
dollar and the US economy are going to get stronger and stronger'	EU ECB intere	est rate decision	0.0%	0.0%	31-Jan	US ADP employment change (Jan)	180K	250K
 WTI crude oil was up on the back of a weaker US Dollar and despite a lower-than-expected drop in US crude inventories. Saudi energy minister's 	US Initial jobless claims (Jan 19)		233K	240K	31-Jan	US EIA crude oil stocks change (Jan 26)	-2.0M	-1.1M
comment that global oil producers would maintain their cooperation after	US New home	e sales (MoM) (Dec)	0.63M	0.68M	31-Jan	US Fed interest rate decision	1.5%	1.5%
the agreement on oil supply cuts expires by end of this year also supported oil prices	JPY Core CPI (YoY) (Dec)	0.3%	0.3%	01-Feb	JPY Nikkei manufacturing PMI (Jan)	-	54.4
• European equities edged lower with the Stoxx 600 at -0.1% on stronger	UK GDP (YoY)	(Q4)	1.5%	1.4%	01-Feb	EU Markit manufacturing PMI (Jan)	59.6	59.6
EUR/USD, despite EU macro data exceeding estimates. The ECB kept monetary policy unchanged yet the Euro surged despite Draghi's	US GDP (Q4)		2.6%	3.0%	01-Feb	UK Markit manufacturing PMI (Jan)	-	56.3
statement reaffirming that the Central Bank will keep its stimulus in place	US Durable go	oods orders	2.9%	0.8%	01-Feb	US Initial jobless claims (Jan 26)	245K	233K
for as long as needed and that there are "very few chances" that it will change interest rates this year. UK equities closed lower with the FTSE 100	US Baker Hug	hes oil rig count	759	-	01-Feb	US ISM manufacturing PMI (Jan)	59.0	59.7
at -0.8% pressured by significantly higher GBP/USD on stronger-than- expected Q4/17 UK GDP	Date L	Jpcoming Week Key Earnings			02-Feb	US Nonfarm payrolls (Jan)	175K	148K
 Japanese equities were down with the Nikkei 225 at -0.7% on weaker 		ockheed Martin, Dominion, Princip	al Einancial		02-Feb	US Unemployment rate (Jan)	4.1%	4.1%
USD/JPY. The BoJ maintained its monetary policy on hold with BoJ Kuroda $^-$		Pfizer, McDonald's, SAP, NTT DOCOI		ank	02-Feb	US Average hourly earnings (YoY) (Jan)	2.6%	2.5%
stating that "Japan's economy is expanding moderately, but inflation remains weak"	⊰()-lan	Banco Santander, Chubb, Danaher,	-		02-Feb	US Baker Hughes oil rig count	-	759
 Chinese equities closed higher with the Shanghai Composite at +2.0%. 		Microsoft, Facebook, AT&T, Boeing,			Date	Upcoming Policy & Related Events		
Emerging markets were also up with the MSCI EM at +3.3%.		Qualcomm, Eli Lilly, Thermo Fisher, I Anthem, EPP, MetLife, ADP, Simon F		iez,	29-Jan	EU ECB Praet, Lautenschläger & Cœuré		
 MENA equities edged up with the S&P Pan Arab at +0.3% as losses in Dubai and Saudi offset gains in Abu Dhabi equities on mixed GCC Q4/17 		Apple, Alphabet, Amazon, Alibaba, V			30-Jan	UK BoE Carney, EU ECB Mersch, JPY BoJ summa	ry of opinion	s
corporate results despite higher oil prices supporting markets	01-Feb	Mastercard, DuPont, Novo Nordisk, Jnilever, UPS, Daimler, Banco Brade	•	-		US President Donald Trump, EU ECB Cœuré, US		
-	С	Conoco Phillips			31-Jan	statement		
		exxon Mobil, Chevron, Merck & Co,			01-Feb	EU ECB Praet		

Communications, Astrazeneca, Honda, Sony, Phillips 66,

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US Fed Williams, EU ECB Cœuré

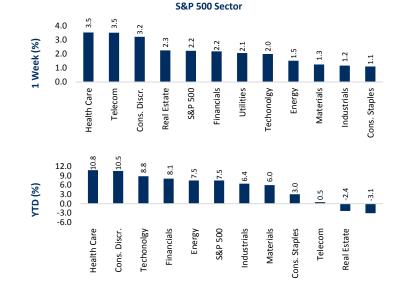
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Equities	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,872.87	1.18	▲ 2.23	7.45	23.28	1.84
Dow Jones	26,616.71	0.85	2.09	7.68	21.95	2.08
NASDAQ	7,505.77	1.28	2.31	8.73	23.16	1.02
Russell 2000	1,608.06	0.40	▲ 0.65	4 .72	23.03	1.11
STOXX 600	400.57	0.50	▼ -0.08	2 .99	18.50	3.41
FTSE 100	7,665.54	0.65	▼ -0.84	v -0.19	20.65	4.08
Nikkei 225	23,631.88	-0.16	▼ -0.74	3.80	19.25	1.67
Shanghai Comp.	3,558.13	0.28	▲ 2.01	▲ 6.53	16.97	2.05
S&P Pan Arab	721.26	0.55	0.26	▲ 5.13	13.81	5.92
MSCI ACWI	2,184.49	-0.10	1.49	▲ 6.52	19.15	3.11
MSCI EM	1273.07	0.76	3.28	9.89	16.76	2.48

Rates	Value	1 Week %	YTD %	Yield %
Treasuries 2-Yr	99.77	NA	▼ -0.21	2.12
Treasuries 10-Yr	96.48	- 0.00	▼ -2.84	2.66
Treasuries 30-Yr	96.79	▲ 0.45	v -1.94	2.91
Gilts 10-Yr	125.69	▼ -0.92	▼ -2.26	1.44
Bunds 10-Yr	98.78	-0.58	▼ -0.93	0.63
French 10-Yr	98.44	▼ -0.68	▼ -1.27	0.91
Italian 10-Yr	100.51	• -0.39	▲ 0.04	2.00
Spanish 10-Yr	100.42	▲ 0.29	1.41	1.40
JGBs 10-Yr	100.27	▲ 0.07	▼ -0.29	0.07

Commodities	Value	1 Week %	YTD %
Oil-Brent	70.52	2.78	▲ 5.46
Oil-WTI	66.14	4 .47	▲ 9.47
Natural Gas	3.51	▲ 10.05	18.69
Gold	1,357.20	▲ 1.43	▲ 3.66
Silver	17.44	2.38	1.73
Copper	319.90	▲ 0.36	▼ -3.08
S&P GSCI	463.45	▲ 2.90	4 .75

Credit	Value	1 Week %	YTD %	Yield %
Barclays Global Aggregate	491.39	▲ 0.92	1.37	1.77
Barclays Global Agg. – Corporate	251.91	▲ 0.06	v -0.50	2.66
Barclays Global High Yield	1,328.12	▲ 0.56	1.40	5.14
Markit CDX N.A. Investment Grade	45.26	▼ -4.74	▼ -7.68	NA
Markit CDX N.A. High Yield (price)	105.48	▲ 0.11	▲ 0.12	NA
Markit CDX EM (price)	99.39	▼ -0.01	▲ 0.28	NA
Markit iTraxx ITX Crossover	101.22	▼ -2.80	▼ -6.72	NA
Markit iTraxx Europe	13.17	▼ -6.53	▲ 5.20	NA



Volatility	Value	1 Week %	YTD %
S&P 500 VIX	11.69	• -1.69	0.36
Stoxx 50 VIX	13.33	▲ 5.27	▼ -7.65
EM VIX	18.92	1 4.67	16.43
Interest rate VIX	67.34	▲ 3.74	3.00
Deutsche Bank FX VIX	8.11	35.50	▲ 38.24
Crude Oil VIX	21.84	4 .05	11.94

Currencies	Value	1 Week %	YTD %
EUR-USD	1.2427	▲ 1.68	▲ 3.52
GBP-USD	1.4160	▲ 2.18	4 .79
USD-JPY	108.5800	▼ -1.98	▼ -3.65
USD-CNY	6.3283	▼ -1.18	▼ -2.74
USD-CHF	0.9324	▼ -3.16	▼ -4.30
AUD-USD	0.8110	▲ 1.44	▲ 3.85
USD-CAD	1.2308	▼ -1.48	▼ -2.09
USD-SEK	7.8682	▼ -2.30	▼ -3.85
DXY Index	89.0670	v -1.66	▼ -3.32

Investment Style

		Value	Blend	Growth	
(%)	Large	2.0	2.2	2.5	
1 Week	Mid	0.5	0.8	1.1	
1 (Small	-0.1	0.4	0.8	

		Value	Blend	Growth	
(%)	Large	6.1	7.5	8.8	
TD	Mid	3.3	5.0	6.5	
	Small	3.7	4.6	5.5	

.8
1
.5

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

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