FFA Private Bank | Research Advisory | Weekly Market Insights

 Global Overview
 Previous Week Macro Date

 • US equities ended the first week of the year higher closing at record highs with the S&P 500 at +2.6%, the Dow Jones at +2.3% closing above the 25,000 mark, the Nasdaq at +3.4% and the Russell 2000 at +1.6% amid low volatility levels. The rally was driven by i) favorable investor expectations ahead of Q4/17 earnings season particularly following the tax reform announced in December 2017 and ii) encouraging US macro data which included better-than-expected ISM manufacturing PMI (Dust ISM man

• US Treasury yields were higher as December jobs report and recent US macro reinforced expectations of further Fed monetary tightening in March and two additional rate hikes in 2018. US Dollar Index weakened despite rate hike expectations and post-jobs report rebound while gold traded higher. Minutes from Fed's December meeting showed a favorable outlook for US economy amid concerns over persistently low inflation levels

• WTI crude oil was higher on larger-than-expected drawdown in US crude inventories, also supported by anti-government protests in Iran although not likely to have an impact on the country's oil production

• European equities closed higher with the Stoxx 600 at +2.1% helped by global rally, favorable EU macro data which included better-thanexpected Markit PMI composite and CPI, in addition to encouraging global macro. EUR/USD and bund yields rose following hawkish comments from ECB officials stating that there is a "reasonable chance" ECB's EUR 2.55 trillion stimulus program will not be extended again when it expires in September 2018. UK equities closed higher with the FTSE 100 at +0.5% despite stronger GBP/USD and sharp fall in UK car sales

 Japanese equities closed higher reaching a 26-year record high following extended Japanese New Year's holiday with the Nikkei 225 at +4.2% supported by global rally and stronger USD/JPY

Chinese equities closed higher with the Shanghai Composite at +2.6%
 O9-Jan
 helped by stronger-than-expected manufacturing and services indicators although the Chinese economy is still expected to slow down in 2018 amid
 government's efforts to curb financial risks. Emerging markets closed higher with the MSCI EM at 3.7%

• MENA equities ended the week higher with the S&P Pan Arab at +1.3% 12-Jan on gains in Saudi Arabia, Dubai and Abu Dhabi equities following stronger ______ oil prices

Previous V	Veek Macro Data	Actual	Cons.	Date	Upcoming Week Macro Data	Cons.	Prior
CNY Caixin	manufacturing PMI (Dec)	51.7	50.6	08-Jan	EU Consumer confidence (Dec)	0.5	0.5
EU Manufa	acturing PMI (Dec)	60.6	60.6	08-Jan	EU Economic sentiment indicator (Dec)	114.8	114.6
UK Manuf	acturing PMI (Dec)	56.3	58.0	08-Jan	EU Retail sales (YoY) (Nov)	2.2%	0.4%
US ISM ma	anufacturing PMI (Dec)	59.7	58.1	09-Jan	EU Unemployment rate (Nov)	8.7%	8.8%
US Total v	ehicle sales (Nov)	17.9M	17.5M	09-Jan	US NFIB business optimism index (Dec)	107.5	107.5
JPY Nikkei	manufacturing PMI (Dec)	54.0	54.2	09-Jan	US JOLTS job openings (Nov)	6.1M	6.0M
EU Markit	PMI composite (Dec)	58.1	58.0	09-Jan	US IBD/TIPP economic optimism (MoM) (Jan)	-	51.9
US ADP en	nployment change (Dec)	250K	190K	10-Jan	CNY CPI (YoY) (Dec)	1.9%	1.7%
US Initial j	obless claims (Dec 29)	250K	240K	10-Jan	UK Industrial production (YoY) (Nov)	1.8%	3.6%
US Markit	PMI composite (Dec)	54.1	53.7	10-Jan	UK NIESR GDP estimate (3M) (Dec)	0.5%	0.5%
US EIA cru	de oil stocks change (Dec 29)	-7.4M	-5.2M	10-Jan	US Wholesale inventories (Nov)	0.7%	0.7%
EU Core Cl	PI (YoY) (Dec)	1.1%	1.0%	10-Jan	US EIA crude oil stocks change (Jan 5)	-	-7.4M
US Nonfar	m payrolls (Dec)	148K	190K	11-Jan	JPY Coincident index (Nov)	117.9	116.4
US Unemp	loyment rate	4.1%	4.1%	11-Jan	EU Industrial production (YoY) (Nov)	3.2%	3.7%
US Averag	e hourly earnings (YoY) (Dec)	2.5%	2.5%	11-Jan	US Initial jobless claims (Jan 5)	245K	250K
US Labor f	orce participation rate (Dec)	62.7%	62.8%	12-Jan	CNY Trade balance USD (Dec)	\$37.2B	\$40.2B
US ISM no	n-manufacturing PMI (Dec)	55.9	57.6	12-Jan	CNY Fixed asses investment (YTD) (YoY) (Dec)	7.1%	7.2%
US Baker H	lughes oil rig count	742	-	12-Jan	CNY FDI (YTD) (YoY) (Dec)	-	9.8%
				12-Jan	US Retail sales (MoM) (Dec)	0.5%	0.8%
Date	Upcoming Week Key Earnings			12-Jan	US Core CPI (YoY) (Dec)	1.7%	1.7%
08-Jan	Micro Focus			12-Jan	US Business inventories (Nov)	0.3%	-0.1%
09-Jan	Continental, Acuity Brands, Synnex			12-Jan	US Baker Hughes oil rig count	-	742
10-Jan	Lennar, MSC Industrial Direct						

Bank of America, Delta Air Lines, Shaw Communications

JP Morgan Chase, Wells Fargo, BlackRock, PNC Financial

Services, Infosys

 Date	Upcoming Policy & Related Events
 08-Jan	US Fed Bostic, Williams & Rosengren
 09-Jan	EU ECB non-monetary policy meeting, US Fed Kashkari
10-Jan	US Fed Evans & Bullard
11-Jan	EU ECB monetary policy meeting accounts, US Fed Dudley
12-Jan	US Fed Rosengren

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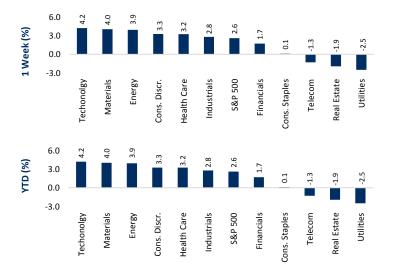
Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
2,743.15	0.70	▲ 2.60	2.60	22.52	1.91
25,295.87	0.88	2.33	2 .33	21.25	2.18
7,136.56	0.83	3.38	3.38	23.05	1.06
1,560.01	0.28	▲ 1.60	1.60	22.52	1.13
397.35	0.93	2.10	2.10	18.32	3.43
7,724.22	0.37	▲ 0.47	▲ 0.47	20.92	4.10
23,714.53	0.89	4.17	4 .17	19.55	1.65
3,391.75	0.18	2.56	2.56	16.35	2.13
694.30	0.53	1.28	1.28	13.32	9.89
2,100.91	0.56	▲ 2.44	▲ 2.44	18.44	3.13
1,201.01	0.71	3.67	3.67	15.88	2.80
	2,743.15 25,295.87 7,136.56 1,560.01 397.35 7,724.22 23,714.53 3,391.75 694.30 2,100.91	2,743.15 0.70 25,295.87 0.88 7,136.56 0.83 1,560.01 0.28 397.35 0.93 7,724.22 0.37 23,714.53 0.89 3,391.75 0.18 694.30 0.53 2,100.91 0.56	2,743.15 0.70 ▲ 2.60 25,295.87 0.88 ▲ 2.33 7,136.56 0.83 ▲ 3.38 1,560.01 0.28 ▲ 1.60 397.35 0.93 ▲ 2.10 7,724.22 0.37 ▲ 0.47 23,714.53 0.89 ▲ 4.17 3,391.75 0.18 ▲ 2.56 694.30 0.53 ▲ 1.28 2,100.91 0.56 ▲ 2.44	2,743.15 0.70 $4.2.60$ $4.2.60$ $25,295.87$ 0.88 $4.2.33$ $4.2.33$ $7,136.56$ 0.83 $4.3.38$ 3.38 $1,560.01$ 0.28 4.160 4.160 397.35 0.93 4.210 4.10 $7,724.22$ 0.37 0.47 0.47 $23,714.53$ 0.89 4.17 4.17 $3,391.75$ 0.18 4.256 4.256 694.30 0.53 4.28 1.28 $2,100.91$ 0.56 2.44 2.44	2,743.15 0.70 \$ 2.60 2.60 2.60 2.60 2.60 2.52 25,295.87 0.88 \$ 2.33 2.33 2.125 7,136.56 0.83 \$ 3.38 \$ 3.38 2.305 1,560.01 0.28 \$ 1.60 \$ 1.60 22.52 397.35 0.93 \$ 2.10 \$ 1.832 7,724.22 0.37 0.47 0.47 2.10 18.32 7,724.23 0.89 4.17 4.17 19.55 3,391.75 0.18 2.56 2.56 16.35 694.30 0.53 1.28 1.28 13.32 2,100.91 0.56 2.44 2.44 18.44

Rates	Value	1 Week %	YTD %	Yield %
Treasuries 2-Yr	99.83	▼ -0.15	▼ -0.15	1.96
Treasuries 10-Yr	98.02	▼ -1.29	v -1.29	2.48
Treasuries 30-Yr	98.77	▲ 0.07	▲ 0.07	2.81
Gilts 10-Yr	127.95	▼ -0.50	v -0.50	1.24
Bunds 10-Yr	100.60	▼ -0.12	▼ -0.12	0.44
French 10-Yr	99.57	▼ -0.14	▼ -0.14	0.79
Italian 10-Yr	100.52	▲ 0.05	▲ 0.05	2.00
Spanish 10-Yr	99.44	▲ 0.42	▲ 0.42	1.51
JGBs 10-Yr	100.44	▼ -0.12	▼ -0.12	0.06

Commodities	Value	1 Week %	YTD %
Oil-Brent	67.62	▲ 1.12	▲ 1.12
Oil-WTI	61.44	1.69	▲ 1.69
Natural Gas	2.80	▼ -5.35	▼ -5.35
Gold	1,322.30	▲ 0.99	▲ 0.99
Silver	17.29	▲ 0.82	▲ 0.82
Copper	322.95	▼ -2.15	▼ -2.15
S&P GSCI	443.76	▲ 0.30	▲ 0.30

Credit	Value	1 Week %	YTD %	Yield %
Barclays Global Aggregate	484.26	▼ -0.10	v -0.10	1.69
Barclays Global Agg. – Corporate	252.66	▼ -0.20	▼ -0.20	2.59
Barclays Global High Yield	1319.00	▲ 0.70	0.70	5.09
Markit CDX N.A. Investment Grade	44.01	▼ -7.22	NA	NA
Markit CDX N.A. High Yield (price)	108.91	NA	NA	NA
Markit CDX EM (price)	NA	NA	NA	NA
Markit iTraxx ITX Crossover	97.14	▼ -10.49	NA	NA
Markit iTraxx Europe	13.35	▲ 6.63	NA	NA





Volatility	Value	1 Week %	YTD %
S&P 500 VIX	9.63	v -16.49	▼ -16.49
Stoxx 50 VIX	11.63	▼ -17.67	▼ -17.67
EM VIX	15.84	▼ -2.52	▼ -2.52
Interest rate VIX	65.47	0.14	▲ 0.14
Deutsche Bank FX VIX	6.91	38.24	38.24
Crude Oil VIX	19.61	▲ 0.51	▲ 0.51

Inv	estn	nent	Stv	le

		Value	Blend	Growth	
(%)	Large	1.9	2.6	3.2	
1 Week (%)	Mid	1.3	1.9	2.5	
1 (Small	1.3	1.4	1.4	

		Value	Blend	Growth	
(%)	Large	1.9	2.6	3.2	
TD	Mid	1.3	1.9	2.5	
	Small	1.3	1.4	1.4	

Currencies	Value	1 Week %	YTD %
EUR-USD	1.2029	▲ 0.20	▲ 0.20
GBP-USD	1.3571	▲ 0.43	▲ 0.43
USD-JPY	113.0500	▲ 0.32	▲ 0.32
USD-CNY	6.4885	▼ -0.28	▼ -0.28
USD-CHF	0.9747	▲ 0.04	▲ 0.04
AUD-USD	0.7864	▲ 0.70	0.70
USD-CAD	1.2412	▼ -1.26	▼ -1.26
USD-SEK	8.1578	v -0.31	v -0.31
DXY Index	91.9490	v -0.19	▼ -0.19

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

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