

Global Overview: US equities closed mixed for the week with the Dow at -0.7% and the S&P at -0.1% while the Nasdaq outperformed on strong tech earnings at +1.2%, as investors digested i) better US Q2 corporate earnings, ii) limited central bank action as the Fed maintained its benchmark rate unchanged (FF now pricing a ~36% rate hike by December 2016 and ~46% by June 2017) and iii) weaker-than-expected US Q2 GDP. US Dollar weakened and gold traded higher while US 2-year and 10-year Treasury yields closed lower as US Q2 GDP came in below expectations at 1.2% (vs. 2.6% expected). Oil ended the week lower following a surprise build in US crude inventories and record gasoline supplies renewing worries of a glut. European equities closed higher with the Stoxx 600 at +0.5% as bank shares rose ahead of EBA stress tests results also supported by slightly better macro data with higher-than-expected GDP and inflation data. UK equities traded lower with the FTSE 100 at -0.1% after reaching one-year high midweek helped by higher-than-expected UK GDP growth in Q2 amid the Brexit vote. UK 10-year Gilt yields reached new lows on expectations of an interest rate cut ahead of this week's BoE policy meeting. Japanese equities closed lower with the Nikkei 225 at -0.3% on stronger Yen and higher 10-year JGB yields following the BoJ's decision to leave its interest rates and key monetary tools unchanged despite the expansion of its ETFs purchases. Chinese equities closed higher with the Shanghai Composite Index at +2.3%. Earnings season continues with 115 S&P 500 companies and 91 Stoxx 600 companies set to report.

Previous Week Macro Data

	Actual	Cons.
US New home sales (MoM) (Jun)	3.5%	1.6%
UK GDP (YoY) (Q2)	2.2%	2.1%
US Durable goods orders (Jun)	-4.0%	-1.4%
US EIA crude oil Δ (Jul 22)	1.7M	-2.2M
US Fed interest rate decision	0.5%	0.5%
US Initial jobless claims (Jul 22)	266K	262K
UK GfK consumer confidence (Jul)	-12.0	-8.0
JPY BoJ interest rate decision	-0.1%	-0.2%
EU GDP (YoY) (Q2)	1.6%	1.5%
EU Unemployment rate (Jun)	10.1%	10.1%
EU Core CPI (YoY) (Jul)	0.9%	0.8%
US GDP (Q2)	1.2%	2.5%
US Reuters/Michigan consumer sent. ind (Jul)	90.0	90.2

Upcoming Week Macro Data

	Cons.	Prior
M US ISM manufacturing PMI (Jul)	53.0	53.2
T US Personal spending (Jun)	0.3%	0.4%
T US Personal income (MoM) (Jun)	0.3%	0.2%
T US Core PCE- price index (MoM) (Jun)	0.1%	0.2%
W EU Markit PMI composite (Jul)	52.9	52.9
W US ADP employment change (Jul)	170K	172K
W US ISM non-manufacturing PMI (Jul)	56.0	56.5
W US EIA crude oil Δ (Jul 29)	-	1.7M
Th UK BoE interest rate decision	0.25%	0.50%
Th US Initial jobless claims (Jul 29)	265K	266K
Th US Factory orders (MoM) (Jun)	-1.8%	-1.0%
F US Nonfarm payrolls (Jul)	180K	287K
F US Unemployment rate (Jul)	4.8%	4.9%
F US Trade balance (Jun)	\$-43.0B	\$-41.1B

Upcoming Week Key Earnings

- M Mitsubishi UFJ Financial Group, Heineken
- T P&G, Pfizer, CVS Health, AIG, Aetna
- W HSBC, Itau Unibanco, Time Warner, Rio Tinto, Occidental Petroleum, 21st Century Fox, Dominion Resources, MetLife, Tesla, ING, Societe Generale
- Th Kraft Heinz, Siemens, Priceline Group, Duke Energy, Teva Pharmaceutical, EOG Resources, Regeneron, BCE, LinkedIn
- F Novo Nordisk, Allianz, Cognizant, RBS

Upcoming Week Policy & Related Events

- M US Fed Dudley
- T JPY BoJ monetary policy meeting minutes, US Fed Kaplan
- W EU ECB non-monetary policy meeting
- Th EU ECB economic bulletin, UK BoE monetary policy statement, UK BoE quarterly inflation report, UK BoE Minutes, UK BoE Carney, US Fed Kaplan

	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,173.60	▲ 0.16	▼ -0.07	6.3	19.6	2.1
Dow Jones	18,432.24	▼ -0.13	▼ -0.75	5.8	17.8	2.6
NASDAQ	5,162.13	▲ 0.14	▲ 1.22	3.1	22.4	1.2
Russell 2000	1,219.94	▲ 0.21	▲ 0.58	7.4	19.4	1.4
STOXX 600	341.89	▲ 0.71	▲ 0.46	-6.5	17.7	3.6
FTSE 100	6,724.43	▲ 0.05	▼ -0.09	7.7	21.3	4.0
NIKKEI 225	16,569.27	▲ 0.56	▼ -0.35	-12.6	18.1	2.0
Shanghai Index	2,979.34	▲ 1.47	▲ 2.26	-16.6	14.1	2.1
S&P Pan Arab	638.54	▼ -0.43	▼ -1.35	-3.6	11.5	3.9
MSCI ACWI	1,689.12	▲ 1.87	▲ 2.36	-1.6	17.1	3.4
MSCI EM	873.47	▼ -0.23	▲ 0.48	10.0	12.9	2.6

Fixed Income	Value	Yield %	YTD %
Barclays Global Aggregate	485.4	1.1	9.8
Barclays Global Agg. – Corporate	247.4	2.2	8.7
Barclays Global High Yield	1,157.3	6.3	11.5
Markit CDX N.A. Investment Grade	72.1	NA	NA
Markit CDX N.A. High Yield (Price)	104.4	NA	NA
Markit iTraxx Europe	51.7	NA	NA
Markit iTraxx ITX Crossover	366.6	NA	NA

Rates

	Value	Yield %
Treasuries 2-Yr	100.16	0.67
Treasuries 10-Yr	101.33	1.48
Treasuries 30-Yr	106.47	2.20
Gilts 10-Yr	111.59	0.68
Bunds 10-Yr	101.08	-0.11
French 10-Yr	103.77	0.11
Italian 10-Yr	104.06	1.17
Spanish 10-Yr	108.63	1.01
Greek 10-Yr	71.09	8.08
JGBs 10-Yr	102.43	-0.14

Volatility

	Value	YTD %
S&P 500 VIX	11.9	-34.8%
Euro Stoxx 50 VIX	20.2	-8.7%
Crude Oil VIX	41.9	-9.4%
Interest Rate VIX	82.8	1.2%

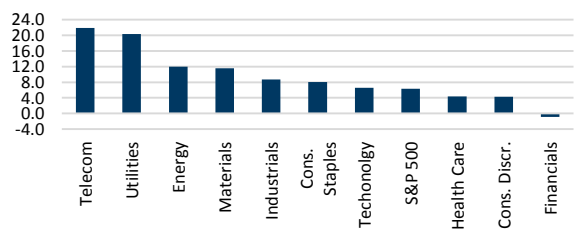
Commodities

	Value	YTD %
Oil-Brent	43.6	17.0%
Oil-WTI	41.6	12.4%
Natural Gas	2.8	21.3%
Gold	1,347.5	27.0%
Silver	20.5	48.0%
Copper	223.2	4.5%
S&P GSCI CME	339.4	8.9%

Currencies

	Value	YTD %
EUR-USD	1.1167	2.8%
GBP-USD	1.3245	-10.1%
USD-JPY	102.5000	-14.7%
USD-CNY	6.6347	2.2%
USD-CHF	0.9700	-3.2%
AUD-USD	0.7593	4.2%
USD-CAD	1.3051	-5.7%
USD-SEK	8.5544	1.3%
DXY Index	95.6490	-3.0%

S&P 500 Sector YTD (%)



Investment Style YTD (%)

	Value	Blend	Growth
Large	7.5	6.3	5.3
Mid	13.4	11.5	9.6
Small	13.3	10.8	8.5

FFA Equity Ideas

For equity ideas or price quotes, please contact us

FFA Fixed Income Ideas

For fixed income ideas or price quotes, please contact our fixed income desk

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

Contacts

Head of Research: Nadim Kabbara, CFA

n.kabbara@ffapivatebank.com +961 1 985195

Analyst: Anna Maria Chaaraoui

a.chaaraoui@ffapivatebank.com +961 1 985195

Analyst: Nadine Mezher

n.mezher@ffapivatebank.com +961 1 985195

Sales and Trading, FFA Private Bank (Beirut)

+961 1 985225

Sales and Trading, FFA Dubai Ltd (DIFC)

+971 4 3230300

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FFA Private Bank s.a.l.

One FFA Gate - Marfaa 128 - Foch Street
Beirut Central District
PO Box 90-1283 - Beirut - Lebanon
Tel: +961.1.985 195
Fax: +961.1.985 193
<http://www.ffapivatebank.com>

FFA Dubai Ltd

Building 5 – Office 410
Gate Precinct
Dubai International Financial Centre (DIFC)
PO Box 506567 - Dubai - UAE
Tel: +971.4.363 74 70
Fax: +971.4.363 74 71
<http://www.ffadubai.com>