

Global Overview: US markets continued their selloff for the third consecutive week with the Dow and the S&P both down -3.2%, the Nasdaq lagging at -4.3%, while the VIX reached the high twenties, on i) disappointing macro data (retail sales down -0.1% MoM in December missing estimates and up +2.1% for 2015, its smallest gain since 2009), industrial production contracting more than expected and initial weekly jobless claims rising to 284K vs. consensus of 275K), on ii) continued weaker oil prices falling below USD 30 handle, weighing on sentiment, and on iii) China economic growth and structural issues. Equities attempted to regain some footing on likely oversold levels and encouraging earnings reports from financials including JP Morgan, Citi and Wells Fargo (exceeding estimates on revenues and earnings, although investors more focused on impact from lower oil impacting energy related loan book NPL formation). US Treasury yields fell although held over 2% handle suggesting no outright panic, as investors fled to safety on global concerns over risky assets, particularly ahead of long weekend, while gold rose ~+2% on Friday on weaker US Dollar. European equities also traded lower for the third straight week with the Stoxx 600 at -4.8% and the FTSE at -2.5%. Crude oil ended the week down on China equities selloff and concerns over further Iranian oil tapping an already oversupplied market, amid sanctions liftoff. The Shanghai Composite entered a bear market on Friday as worries persisted on China's economy, with increasing capital outflows and lower Yuan. Important US macro data this week include NAHB housing market index, building permits, housing starts, CPI, initial jobless claims, EIA crude oil change, Markit manufacturing PMI and Baker Hughes US oil rig count. Other macro data include EU core CPI, EU ZEW survey – economic sentiment, EU consumer confidence, EU Markit services PMI, EU Markit manufacturing PMI, UK CPI, UK ILO unemployment rate, CNY retail sales, CNY industrial production and CNY Q4 GDP. Earnings season to accelerate with 43 S&P 500 companies due to report such as Bank of America, IBM, Morgan Stanley, UnitedHealth, Goldman Sachs, Verizon, Schlumberger, Starbucks and General Electric among many others.

Previous Week Macro Data	Actual	Cons.
US Labor market conditions index (Dec)	2.9	0.0
UK Industrial production (YoY) (Dec)	0.9%	1.7%
UK Manufacturing production (YoY) (Dec)	-1.2%	-0.8%
US JOLTS job openings (Nov)	5.43M	5.41M
UK NIESR GDP est. (3M) (Dec)	0.6%	-
EU Industrial production (YoY) (Nov)	1.1%	1.3%
US EIA crude oil Δ (Jan 8)	0.23M	2.50M
UK BoE interest rate decision (Jan 14)	0.5%	0.5%
US Initial jobless claims (Jan 8)	284K	275K
US Retail sales (MoM) (Dec)	-0.1%	0.0%
US Industrial production (MoM) (Dec)	-0.4%	-0.2%
US Reuters/Mich. cons. sent. index (Jan)	93.3	93.0

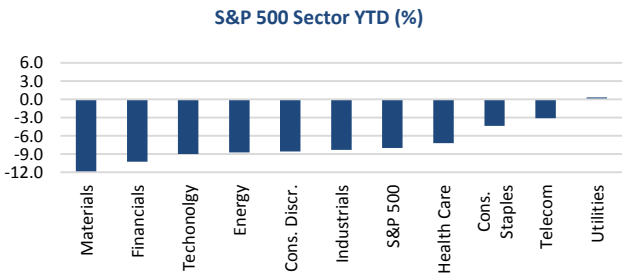
Upcoming Week Macro Data	Cons.	Prior
T CNY Retail sales (YoY) (Dec)	11.2%	11.2%
T CNY Industrial production (YoY) (Dec)	6.0%	6.2%
T CNY GDP (YoY) (Q4)	6.9%	6.9%
T UK CPI (YoY) (Dec)	0.2%	0.1%
T EU Core CPI (YoY) (Dec)	0.9%	0.9%
T EU ZEW survey – econ. sentiment (Jan)	27.9	33.9
T US NAHB housing market index (Jan)	61	61
W UK ILO unemployment rate (3M) (Nov)	5.2%	5.2%
W US Building permits (MoM) (Dec)	-6.4%	11.0%
W US Housing starts (MoM) (Dec)	2.3%	10.5%
W US CPI (YoY) (Dec)	0.8%	0.5%
Th EU Consumer confidence (Jan)	-5.8	-5.7
Th US Initial jobless claims (Jan 15)	280K	284K
Th US EIA crude oil Δ (Jan 15)	-	0.23M
F EU Markit services PMI (Dec)	54.2	54.2
F EU Markit manufacturing PMI (Dec)	53.0	53.2
F US Markit manufacturing PMI (Jan)	51.0	51.2
F US Baker Hughes US oil rig count	-	515

Upcoming Week Key Earnings
 T BoA, Delta Airlines, Interactive Brokers Group, IBM, MS, Netflix, Charles Schwab, Unilever, United Health Group
 W ASML Holding, Goldman Sachs, TD Ameritrade, Xilinx
 Th American Express, Bank of New York Mellon, BB&T, Schlumberger, Southwest Airlines, Starbucks, Verizon
 F GE, SAP, Suntrust Banks, Synchrony financial

Upcoming Week Policy & Related Events
 Th EU ECB interest rate decision, EU ECB monetary policy statement and press conference

Equities	Value	1 Week %	YTD %	EPS %	P/E	Div. Yld. %
S&P 500	1,880.3	-3.23	-8.0	10.5	16.6	2.5
Dow Jones	15,988.1	-3.19	-8.2	0.6	14.1	2.9
NASDAQ	4,488.4	-4.29	-10.4	17.2	19.3	1.4
Russell 2000	1,007.7	-5.34	-11.3	13.5	16.9	1.8
STOXX 600	329.8	-4.81	-9.8	17.4	16.4	4.0
FTSE 100	5,804.1	-2.52	-7.0	15.6	16.6	4.6
NIKKEI 225	16,955.6	-4.57	-10.9	4.4	16.9	1.9
Shanghai Index	2,913.8	-6.76	-17.7	18.1	13.5	2.4
S&P Pan Arab	552.8	-9.94	-16.1	8.0	9.7	5.0
MSCI ACWI	1,565.2	-3.53	-8.8	4.7	14.5	3.7
MSCI EM	709.2	-4.02	-10.7	-6.7	9.7	3.3

Fixed Income	Value	Yield %	YTD %
Barclays Global Aggregate	446.5	1.7	1.0
Barclays Global Agg. – Corporate	228.3	3.0	0.3
Barclays Global High Yield	1,013.1	8.8	-2.4
Markit CDX N.A. Investment Grade	109.7	NA	NA
Markit CDX N.A. High Yield	97.8	NA	NA
Markit iTraxx Europe	81.6	NA	NA
Markit iTraxx ITX Crossover	375.8	NA	NA



Rates	Value	Yield %
Treasuries 2-Yr	100.3	0.85
Treasuries 10-Yr	101.9	2.04
Treasuries 30-Yr	103.7	2.81
Gilts 10-Yr	103.0	1.66
Bunds 10-Yr	99.6	0.54
French 10-Yr	101.2	0.88
Italian 10-Yr	104.1	1.56
Spanish 10-Yr	103.6	1.75
Greek 10-Yr	67.3	8.54
JGBs 10-Yr	100.9	0.21

Volatility	Value	YTD %
S&P 500 VIX	27.0	48.4
Euro Stoxx 50 VIX	34.6	56.0
Crude Oil VIX	61.2	32.4
Interest Rate VIX	83.3	1.9

Commodities	Value	YTD %
Oil-Brent	28.1	-24.6
Oil-WTI	28.7	-22.6
Natural Gas	2.0	-12.3
Gold	1,090.0	2.7
Silver	13.9	0.1
Copper	195.8	-8.3
S&P GSCI	279.2	-10.4

Currencies	Value	YTD %
EUR-USD	1.0888	0.2
GBP-USD	1.4265	-3.2
USD-JPY	117.0800	2.7
USD-CHF	1.0049	-0.3
AUD-USD	0.6899	-5.3
USD-CAD	1.4536	-4.8
USD-SEK	8.6022	-1.9
Dollar Index	99.1270	0.5

	Investment Style YTD (%)		
	Value	Blend	Growth
Large	-7.9	-8.0	-8.1
Mid	-9.7	-9.2	-8.7
Small	-9.8	-9.4	-9.0

FFA Equity Ideas
 - ARM Holdings plc (ARM)
 - Airbus (AIR)
 - Suncor (SU)
 - Siemens (SIE)
 - Commercial International Bank (COMI)

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.

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