

Global Overview

• US equities ended the holiday-shortened week slightly lower with the Dow Jones at -0.3%, the S&P 500 at -0.1% and the Nasdaq at -0.3% while small caps underperformed with the Russell 2000 at -1.5% as the post-election market rally in risky assets loses momentum. Investor sentiment remained cautious ahead of Friday's inauguration of Donald Trump amid concerns about the new administration's economic stimulus plans which include new trade policies, tax cuts, regulatory changes and infrastructure spending, despite better-than-expected earnings from major US banks and Netflix and solid employment and data US housing

• US Dollar Index weakened as Trump's inaugural address raised concerns about protectionist trade policies reversing earlier gains from hawkish Fed Yellen speech. US Treasury yields closed higher on solid inflation data, US Fed remarks and rising yields on European sovereign debt. Gold traded higher on safe-haven buying also helped by US dollar weakness despite slower demand from India and China on higher gold prices

• WTI crude oil closed roughly flat as net long positions reached record highs ahead of past weekend's meeting in Vienna between OPEC and non-OPEC members including Russia. Major oil producers are expected to establish a compliance mechanism to monitor the implementation of 1.8 million barrels per day global output cut deal. IEA monthly report indicated that oil market is tightening even before the implementation of cuts despite concerns of rising US crude inventories and rig counts

• European stocks closed lower with the Stoxx 600 at -0.9% weighed by uncertainty ahead of PM Theresa May's speech. ECB kept its interest rates and monetary stimulus program unchanged as EU CPI increased to a three-year high although Draghi highlighted that "inflationary pressures remain subdued". UK equities closed lower with the FTSE 100 at -1.9% as GBP/USD rallied on stronger-than-expected inflation data and PM Theresa May's speech despite largely weaker-than-expected retail sales. UK PM May announced that parliament would vote on the final Brexit negotiation terms, which will not include membership of the UK in the EU's single market

• Japanese equities closed lower with the Nikkei 225 at -0.8% on cautious sentiment ahead of Trump inauguration despite end of week short covering. USD/Yen roughly unchanged for the week

• Chinese equities closed higher with the Shanghai Composite at +0.3%. Chinese GDP growth came well within the government's growth target range for 2016 as Q4/16 rose +6.8% helped by public spending and bank lending and higher-than-expected retail sales. PBOC provided banks with ~60 billion USD in liquidity on concerns over cash crunch ahead of Chinese New Year holiday, which starts on January 27. Emerging markets closed lower with the MSCI EM at -0.3%

Previous Week Macro Data	Actual	Cons.
JPY Industrial production (YoY) (Nov)	4.6%	-
UK Core CPI (YoY) (Dec)	1.4%	1.4%
EU ZEW survey- economic sentiment (Jan)	23.2	-
UK ILO unemployment rate (3M) (Nov)	4.8%	4.8%
EU Core CPI (YoY) (Dec)	0.9%	0.9%
US Core CPI (YoY) (Dec)	2.2%	2.2%
US Industrial production (MoM) (Dec)	0.8%	0.6%
EU ECB interest rate decision	0.0%	0.0%
US Housing starts (MoM) (Dec)	1.23M	1.18M
US Building permits (MoM) (Dec)	1.21M	1.22M
US Initial jobless claims (Jan 13)	234K	252K
US EIA crude oil stocks change (Jan 13)	2.3M	-
CNY Retail sales (YoY) (Dec)	10.9%	10.7%
CNY Industrial production (YoY) (Dec)	6.0%	6.1%
CNY Urban investment (YTD) (YoY) (Dec)	8.1%	8.3%
CNY GDP (YoY) (Q4)	6.8%	6.7%
UK Retail sales (MoM) (Dec)	-1.9%	-0.1%
US Baker Hughes oil rig count	551	-

Date	Upcoming Week Key Earnings
23-Jan	McDonald's, Halliburton, Yahoo
24-Jan	J&J, Alibaba, Verizon, SAP, 3M, Lockheed Martin, Texas Instruments, DuPont, Canadian National Railway, Stryker, Capital One, Kimberly-Clark
25-Jan	AT&T, Novartis, Boeing, Qualcomm, United Technologies, Banco Santander, Abbott, Las Vegas Sands, Illinois Tool Works, Canon, eBay
26-Jan	Alphabet, Microsoft, Comcast, Intel, Unilever, LVMH, Bristol-Myers Squibb, Celgene, Starbucks, Diageo, Dow Chemical, Biogen, Caterpillar, Paypal, Ford Motor
27-Jan	Chevron, AbbVie, Honeywell, NTT DOCOMO, Colgate, NextEra, General Dynamics, BT

Date	Upcoming Week Macro Data	Cons.	Prior
23-Jan	CNY CB leading economic index (Dec)	-	1.0%
23-Jan	EU Consumer confidence (Jan)	-4.8	-5.1
24-Jan	JPY Nikkei manufacturing PMI (Jan)	-	52.4
24-Jan	EU Markit PMI composite (Jan)	54.5	54.4
24-Jan	US Existing home sales (MoM) (Dec)	5.50M	5.61M
25-Jan	US EIA crude oil stocks change (Jan 20)	-	2.3M
26-Jan	UK GDP (YoY) (Q4)	2.1%	2.2%
26-Jan	US Initial jobless claims (Jan 20)	247K	234K
26-Jan	US Wholesale inventories (Dec)	0.3%	1.0%
26-Jan	US Goods trade balance (Dec)	-\$64.7B	-\$65.3B
26-Jan	US Markit PMI composite (Jan)	-	54.1
26-Jan	US CB leading indicator (MoM) (Dec)	0.5%	0.0%
26-Jan	US New home sales (MoM) (Dec)	0.59M	0.59M
26-Jan	JPY CPI (YoY) (Dec)	0.2%	0.5%
26-Jan	JPY Unemployment rate (Dec)	-	3.1%
27-Jan	US GDP (Q4)	2.2%	3.5%
27-Jan	US Core PCE (QoQ) (Q4)	1.4%	1.7%
27-Jan	US Durable goods orders (Dec)	3.7%	-4.5%
27-Jan	US Michigan consumer sentiment index (Jan)	98.1	98.1
27-Jan	US Baker Hughes oil rig count	-	551

Date	Upcoming Policy & Related Events
23-Jan	EU ECB Praet & Draghi
24-Jan	UK Supreme Court verdict on Article 50, EU ECB Praet & Lautenschläger
25-Jan	EU ECB Nouy
26-Jan	EU ECB Coeuré
27-Jan	EU ECB Constâncio, US President Donald Trump-UK PM Theresa May meeting

Equities	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,271.31	▲ 0.34	▼ -0.15	1.45	20.31	2.14
Dow Jones	19,827.25	▲ 0.48	▼ -0.29	0.33	18.66	2.56
NASDAQ	5,555.33	▲ 0.28	▼ -0.34	3.20	23.62	1.25
Russell 2000	1,351.85	▲ 0.45	▼ -1.47	-0.39	21.74	1.51
STOXX 600	362.58	▼ -0.07	▼ -0.92	0.32	19.15	3.62
FTSE 100	7,198.44	▼ -0.14	▼ -1.90	0.78	27.58	4.22
Nikkei 225	19,137.91	▲ 0.34	▼ -0.77	-1.17	21.20	1.77
Shanghai Comp.	3,123.14	▲ 0.70	▲ 0.33	1.07	15.55	2.02
S&P Pan Arab	682.50	▲ 0.02	▲ 0.11	0.71	10.83	5.40
MSCI ACWI	1,719.58	▲ 0.43	▼ -0.48	2.11	17.70	3.32
MSCI EM	893.28	▼ -0.14	▼ -0.30	3.60	13.73	2.73

Credit	Value	1 Week %	YTD %	Yield %
Barclays Global Aggregate	452.49	▼ -0.20	0.25	1.66
Barclays Global Agg. – Corporate	238.07	▼ -0.22	0.27	2.74
Barclays Global High Yield	1,215.59	▲ 1.29	1.31	5.64
Markit CDX N.A. Investment Grade	65.86	▲ 0.07	NA	NA
Markit CDX N.A. High Yield (price)	106.32	▼ -0.01	NA	NA
Markit CDX EM (price)	93.90	▼ -0.14	NA	NA
Markit iTraxx ITX Crossover	40.60	▼ -4.38	NA	NA
Markit iTraxx Europe	193.95	▼ -0.14	NA	NA

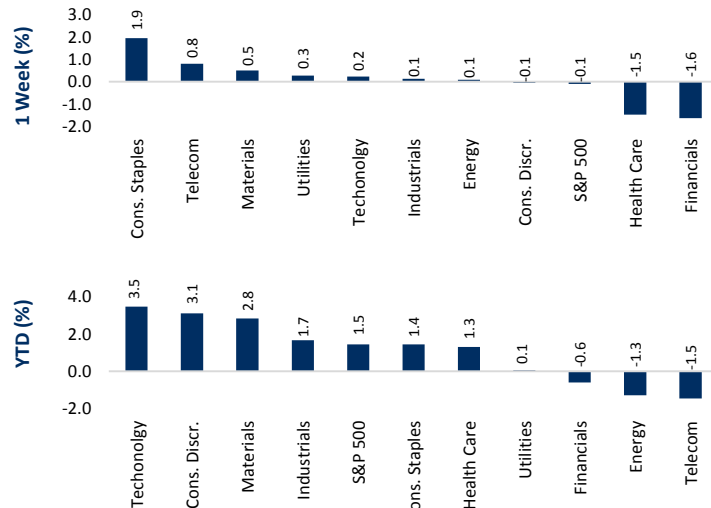
Rates	Value	1 Week %	YTD %	Yield %
Treasuries 2-Yr	100.11	▲ 0.01	0.00	1.18
Treasuries 10-Yr	95.95	▼ -0.62	-0.18	2.44
Treasuries 30-Yr	96.60	▼ -1.17	0.33	3.02
Gilts 10-Yr	100.63	▼ -0.59	-1.71	1.43
Bunds 10-Yr	98.33	▼ -0.82	0.27	0.40
French 10-Yr	93.88	▼ -0.97	-2.10	0.89
Italian 10-Yr	93.29	▼ -1.11	-1.80	2.00
Spanish 10-Yr	98.22	▼ -0.69	-1.05	1.48
Greek 10-Yr	76.80	▼ -0.98	1.07	7.04
JGBs 10-Yr	100.40	▼ -0.14	-0.18	0.05

Volatility	Value	1 Week %	YTD %
S&P 500 VIX	11.54	▲ 2.76	-17.81
Stoxx 50 VIX	14.60	▼ -1.79	-19.46
EM VIX	16.96	▼ -6.97	-24.05
Crude Oil VIX	30.17	▼ -1.41	2.31
Interest rate VIX	88.66	▲ 1.78	-0.29

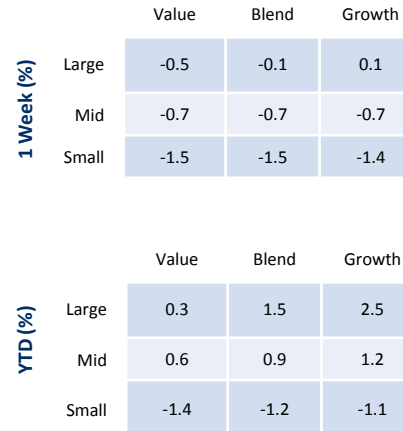
Commodities	Value	1 Week %	YTD %
Oil-Brent	55.49	▲ 0.07	-2.34
Oil-WTI	53.22	▲ 0.13	-0.93
Natural Gas	3.20	▼ -6.29	-13.96
Gold	1,204.90	▲ 0.73	4.62
Silver	17.03	▲ 1.59	6.52
Copper	262.50	▼ -2.42	4.77
S&P GSCI	399.41	▼ -0.11	0.30

Currencies	Value	1 Week %	YTD %
EUR-USD	1.0703	▲ 0.56	1.77
GBP-USD	1.2375	▲ 1.58	0.28
USD-JPY	114.6200	▲ 0.11	-2.00
USD-CNY	6.8765	▼ -0.35	-0.99
USD-CHF	1.0016	▼ -0.67	-1.71
AUD-USD	0.7555	▲ 0.71	4.81
USD-CAD	1.3320	▲ 1.57	-0.90
USD-SEK	8.8797	▼ -0.36	-2.49
DXY Index	100.7400	▼ -0.43	-1.44

S&P 500 Sector



Investment Style



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

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