

Global Overview: US equities ended the week lower with the Dow at -0.8%, the S&P at -0.7%, and the Nasdaq at -0.4% as expectations for a rate hike in 2016 increased following the Fed's annual Jackson Hole Symposium. US Dollar strengthened and 2-year and 10-year Treasury yields closed higher on hawkish comments from Vice-Chair Stanley Fischer which built on Chair Janet Yellen's earlier statement, emphasizing more favorable macro conditions in recent months have strengthened the case for an interest rate hike (FF now pricing a ~42% rate hike by September 2016 and ~65% by December 2016). Oil closed lower after EIA data reported an unexpected inventory build, also weighed by stronger US Dollar and fading hopes of an output freeze. European equities closed higher with the Stoxx 600 at +1.1% as Yellen speech helped reverse earlier losses from mining, healthcare and lower oil despite better-than-expected EU PMI. UK equities settled lower with the FTSE 100 at -0.3% despite end of week gains following Yellen comments which weighed on the Sterling. BoE's bond-buying program remains challenged by limited availability of government bonds. Japanese equities closed lower with the Nikkei 225 at -1.1% despite the Yen trading lower. Chinese equities closed higher with the Shanghai Composite Index at +5.4% although weighed by property shares from potential tightening of lending policies.

Previous Week Macro Data

	Actual	Cons.
EU Markit PMI Composite (Aug)	53.3	53.1
US New home sales (MoM) (Jul)	12.4%	-2.0%
US Richmond Fed manufacturing index (Aug)	-11.0	6.0
EU Consumer confidence (Aug)	-8.5	-7.7
US Existing home sales (MoM) (Jul)	-3.2%	-1.1%
US EIA crude oil Δ (Aug 19)	2.5M	-
US Initial jobless claims (Aug 19)	261K	265K
US Durable goods orders (Jul)	4.4%	3.4%
UK GDP (YoY) (Q2)	2.2%	2.2%
US GDP (Q2)	1.1%	1.1%
US Reuters/Michigan cons. sent. index (Aug)	89.8	90.8
Upcoming Week Macro Data	Cons.	Prior
M US Core PCE (MoM) (Jul)	0.1%	0.1%
M US Personal income (MoM) (Jul)	0.4%	0.2%
M US Personal spending (Jul)	0.3%	0.4%
T EU Economic sentiment indicator (Aug)	104.1	104.6
T US S&P/Case-Schiller home price ind. (YoY) (Jul)	5.1%	5.2%
T US Consumer confidence (Aug)	97.0	97.3
T JPY Industrial production (YoY) (Jul)	-3.0%	-1.5%
W EU Unemployment rate (Jul)	10.0%	10.1%
W EU Core CPI (YoY) (Aug)	0.9%	0.9%
W US ADP employment change (Aug)	175K	179K
W US EIA crude oil Δ (Aug 26)	-	2.5M
Th CNY NBS manufacturing PMI (Aug)	49.8	49.9
Th JPY Nikkei manufacturing PMI (Aug)	-	49.6
Th UK Markit manufacturing PMI (Aug)	49.0	48.2
Th US Initial jobless claims (Aug 26)	265K	261K
Th US ISM manufacturing PMI (Aug)	52.0	52.6
Th US Total vehicle sales (Aug)	17.2M	17.8M
F US Unemployment rate (Aug)	4.8%	4.9%
F US Nonfarm payrolls (Aug)	180K	255K
F US Trade balance (Jul)	\$-41.7B	\$-44.5B
F US Factory orders (MoM) (Jul)	2.0%	-1.5%

Upcoming Week Policy & Related Events

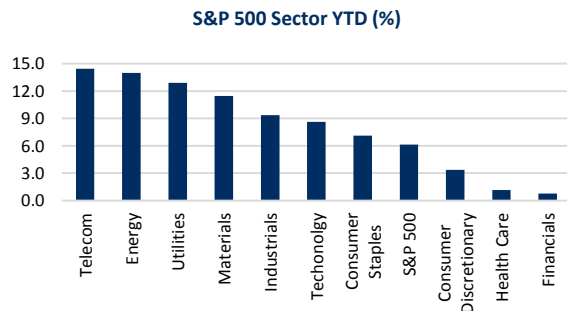
W	EU ECB Villeroy, US Fed Rosengren, Kashkari & Evans
Th	US Fed Mester
F	US Fed Lacker

Upcoming Week Key Earnings

M	Exor Spa, Catalent, Prospect Capital
T	Industrial and Commercial Bank of China, Bank of Nova Scotia, Palo Alto Networks, H&R Block, Veeva Systems
W	Salesforce, Ctrip.com, Bouygues Telecom, Brown-Forman, Qunar
Th	Broadcom, Pernod Ricard, Campbell Soup, lululemon athletica, AVAL, The Cooper Companies, Ciena

Equities	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,169.04	▼ -0.16	▼ -0.68	6.12	19.55	2.13
Dow Jones	18,395.40	▼ -0.29	▼ -0.85	5.57	17.71	2.61
NASDAQ	5,218.92	▲ 0.13	▼ -0.37	4.22	22.63	1.20
Russell 2000	1,238.03	▼ -0.16	▲ 0.10	8.99	19.93	1.36
STOXX 600	343.72	▲ 0.50	▲ 1.05	-6.04	18.17	3.58
FTSE 100	6,838.05	▲ 0.31	▼ -0.30	9.54	23.16	3.97
NIKKEI 225	16,360.71	▼ -1.18	▼ -1.12	-12.06	18.17	1.98
Shanghai Index	3,070.31	▲ 4.57	▲ 5.38	-13.33	15.11	1.97
S&P Pan Arab	624.73	▼ -0.62	▼ -2.64	-4.43	11.48	3.96
MSCI ACWI	1,702.43	▲ 0.02	▲ 0.16	-0.81	17.64	3.38
MSCI EM	901.39	▲ 0.37	▼ -0.98	13.51	13.62	2.53

Fixed Income	Value	Yield %	YTD %
Barclays Global Aggregate	487.76	1.15	10.32
Barclays Global Agg. – Corporate	248.29	2.25	9.04
Barclays Global High Yield	1,180.75	5.93	13.76
Markit CDX N.A. Investment Grade	71.97	NA	NA
Markit CDX N.A. High Yield (Price)	104.52	NA	NA
Markit iTraxx Europe	50.43	NA	NA
Markit iTraxx ITX Crossover	366.56	NA	NA



Rates	Value	Yield %
Treasuries 2-Yr	99.82	0.84
Treasuries 10-Yr	98.95	1.62
Treasuries 30-Yr	99.61	2.27
Gilts 10-Yr	112.62	0.56
Bunds 10-Yr	100.38	-0.04
French 10-Yr	102.82	0.21
Italian 10-Yr	104.17	1.15
Spanish 10-Yr	109.09	0.96
Greek 10-Yr	71.81	7.99
JGBs 10-Yr	101.66	-0.07

Volatility	Value	YTD %
S&P 500 VIX	13.65	-25.0%
Euro Stoxx 50 VIX	19.49	-12.1%
Crude Oil VIX	34.86	-24.6%
Interest Rate VIX	82.44	0.8%

Commodities	Value	YTD %
Oil-Brent	49.29	32.2%
Oil-WTI	46.93	26.7%
Natural Gas	2.87	22.8%
Gold	1,317.76	24.1%
Silver	18.53	33.8%
Copper	208.10	-2.5%
S&P GSCI CME	363.07	16.5%

Currencies	Value	YTD %
EUR-USD	1.1196	3.1%
GBP-USD	1.3103	-11.1%
USD-JPY	102.3700	-14.8%
USD-CNY	6.6768	2.8%
USD-CHF	0.9775	-2.5%
AUD-USD	0.7546	3.6%
USD-CAD	1.3013	-6.0%
USD-SEK	8.4823	0.5%
DXY Index	95.5790	-3.1%

	Investment Style YTD (%)		
	Value	Blend	Growth
Large	7.3	6.1	5.0
Mid	13.3	11.5	9.8
Small	14.5	11.9	9.6

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.

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