

Global Overview: US equities closed mixed for the week with the Dow at +0.3% while the S&P at -0.1% weighed by energy and financials after reaching record highs midweek, and the Nasdaq at -1.0%, mainly on i) investor risk aversion from uncertainty over upcoming Central Banks' interest rate decisions and key US macro data, ii) Brexit fears ahead of June 23 referendum and iii) global growth concerns as the World Bank revised its global growth forecast to 2.4% from 2.9% in January. Global sovereign treasury yields, gold and Yen were higher driven by safe haven demand with ten-year German Bund yields near 0.02%. Oil closed flat to lower, trading around the USD 50 handle, on firmer US Dollar and rising rig count for the second consecutive week, while concerns over further supply disruptions from Nigeria and increasing demand from refineries helped limit further losses. European equities closed lower with the Stoxx 600 at -2.5% despite favorable macro data with GDP growth slightly above expectations while European corporate-bond yields tightened as ECB's corporate sector purchase program exceeded market expectations. UK equities closed lower with the FTSE 100 at -1.5% while the GBP/USD weakened to 1.4197, and expected to remain pressured amid uncertainty over UK referendum on EU membership, particularly given its stretched valuation on a rate differential basis and further unfavorable financial positioning via futures. Japanese equities traded lower with the Nikkei 225 at -0.2% mainly on stronger Yen, weaker private-sector machinery orders and cautious sentiment ahead of this week's Fed and BOJ meetings, despite Q1 GDP revised higher to 1.9% from 1.7%. Chinese equities closed the holiday-shortened week higher with the Shanghai Index at -0.4% as PBOC and IMF warned of risks related to growing corporate debt and as capital outflow concerns resurfaced on shrinking Chinese FX reserves while PBOC maintained its growth outlook for 2016 despite weaker than expected trade data. MSCI is expected to announce on June 15 whether it will include China A-shares to its indices. Important US macro data this week include retail sales, industrial production, EIA crude oil change, Fed interest rate decision, initial jobless claims, CPI, housing starts, Reuters/Michigan consumer sentiment index and Baker Hughes oil rig count. Other macro data include EU industrial production, EU core CPI, UK core CPI, UK ILO unemployment rate, UK retail sales, UK BoE interest rate decision, JPY industrial production and CHF SNB interest rate decision. Earnings season with reports from Inditex and Oracle among others.

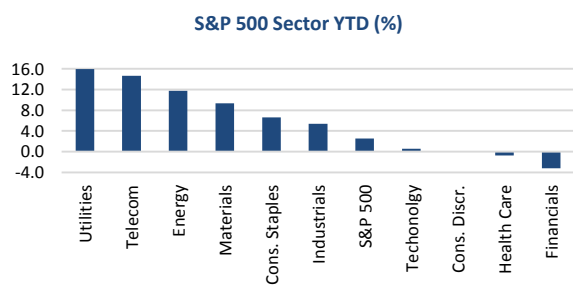
Previous Week Macro Data	Actual	Cons.
EU GDP (YoY) (Q1)	1.7%	1.5%
US Nonfarm productivity (Q1)	-0.6%	-0.6%
US Unit labor costs (Q1)	4.5%	4.0%
JPY GDP (QoQ) (Q1)	0.5%	0.5%
CNY Trade balance USD (YoY) (May)	\$50.0B	\$55.7B
UK Industrial production (YoY) (Apr)	1.6%	-0.4%
US JOLTS job openings (Apr)	5.8M	5.7M
UK NIESR GDP estimate (3M) (May)	0.5%	-
US EIA crude oil Δ (May 27)	-3.2M	-2.7M
CNY CPI (YoY) (May)	2.0%	2.2%
US Initial jobless claims (Jun 3)	264K	270K
US Reuters/Michigan consumer sent. Ind. (Jun)	94.3	94.0
Upcoming Week Macro Data	Cons.	Prior
T JPY Industrial production (YoY) (Apr)	-	-3.5%
T UK Core CPI (YoY) (May)	1.3%	1.2%
T EU Industrial production (YoY) (Apr)	1.4%	0.2%
T US Retail sales ex autos (MoM) (May)	0.4%	0.8%
W UK ILO unemployment rate (3M) (Apr)	5.1%	5.1%
W US Industrial production (MoM) (May)	-0.2%	0.7%
W US EIA crude oil Δ (Jun 10)	-	-3.2M
W US Fed interest rate decision	0.5%	0.5%
Th CHF SNB interest rate decision	-0.75%	-0.75%
Th UK Retail sales (YoY) (May)	3.9%	4.3%
Th EU Core CPI (YoY) (May)	0.8%	0.8%
Th UK BoE interest rate decision (Jun 16)	0.5%	0.5%
Th US Initial jobless claims (Jun 10)	270K	264K
Th US CPI (YoY) (May)	1.1%	1.1%
F US Housing starts (MoM) (May)	1.2M	1.2M
F US Reuters/Michigan consumer sent. ind. (Jun)	94.3	94.0
F US Baker Hughes oil rig count	-	328

Upcoming Week Key Earnings
 W Inditex, Ctrip
 Th Oracle, Kroger, Rite Aid

Upcoming Week Policy & Related Events
 M EU ECB Nouy
 W JPY BoJ press conference, US Fed FOMC economic projections, US Fed monetary policy statement
 Th JPY BoJ monetary policy statement, EU ECB Nowotny, EU ECB economic bulletin, UK BoE minutes, EU ECB Eurogroup meeting
 F EU ECB Coeure, EU ECB Draghi

	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,096.1	▼ -0.92	▼ -0.15	2.6	18.7	2.2
Dow Jones	17,865.3	▼ -0.67	▲ 0.33	2.5	17.0	2.7
NASDAQ	4,894.5	▼ -1.29	▼ -0.97	-2.3	21.1	1.3
Russell 2000	1,163.9	▼ -1.46	▼ -0.02	2.5	20.0	1.5
STOXX 600	332.9	▼ -2.44	▼ -2.45	-9.0	17.1	3.8
FTSE 100	6,115.8	▼ -1.86	▼ -1.51	-2.0	19.7	4.3
NIKKEI 225	16,601.4	▼ -0.40	▼ -0.25	-15.8	16.9	2.1
Shanghai Index	2,927.2	▼ -0.30	▼ -0.39	-20.0	13.5	2.2
S&P Pan Arab	640.4	▼ -0.19	▲ 1.72	-3.3	11.4	4.0
MSCI ACWI	1,640.9	▼ -2.05	▲ 1.79	-4.4	16.5	3.5
MSCI EM	823.8	▼ -1.58	▲ 0.94	3.7	12.2	2.8

Fixed Income	Value	Yield %	YTD %
Barclays Global Aggregate	477.5	1.3	8.0
Barclays Global Agg. – Corporate	243.4	2.5	6.9
Barclays Global High Yield	1,132.3	6.7	9.1
Markit CDX N.A. Investment Grade	78.8	NA	NA
Markit CDX N.A. High Yield (Price)	102.8	NA	NA
Markit iTraxx Europe	63.1	NA	NA
Markit iTraxx ITX Crossover	366.6	NA	NA



Rates	Value	Yield %
Treasuries 2-Yr	100.3	0.72
Treasuries 10-Yr	100.0	1.62
Treasuries 30-Yr	101.3	2.44
Gilts 10-Yr	106.7	1.23
Bunds 10-Yr	104.7	0.02
French 10-Yr	101.0	0.39
Italian 10-Yr	101.7	1.42
Spanish 10-Yr	104.4	1.46
Greek 10-Yr	74.3	7.44
JGBs 10-Yr	102.5	-0.15

Volatility	Value	YTD %
S&P 500 VIX	17.0	-6.5%
Euro Stoxx 50 VIX	30.2	36.3%
Crude Oil VIX	39.2	-15.2%
Interest Rate VIX	84.6	3.4%

Commodities	Value	YTD %
Oil-Brent	50.0	34.1%
Oil-WTI	48.5	30.9%
Natural Gas	2.6	10.9%
Gold	1,282.4	20.8%
Silver	17.3	24.9%
Copper	206.1	-3.5%
S&P GSCI CME	381.3	22.3%

Currencies	Value	YTD %
EUR-USD	1.1261	3.7%
GBP-USD	1.4197	-3.7%
USD-JPY	105.9100	-11.9%
USD-CNY	6.5856	1.4%
USD-CHF	0.9639	-3.8%
AUD-USD	0.7393	1.5%
USD-CAD	1.2788	-7.6%
USD-SEK	8.2959	-1.7%
DXY Index	94.4920	-4.2%

	Investment Style YTD (%)		
	Value	Blend	Growth
Large	4.2	2.6	0.9
Mid	9.6	7.2	4.7
Small	8.4	6.1	4.0

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

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