

Global Overview: US equities ended the week higher with the Dow at +0.2%, the S&P at +0.5% although weighed by financials and energy while the Nasdaq outperformed at +2.3% helped by a rally in Apple shares. US Dollar strengthened while Gold closed lower on better-than-expected inflation data although expectations of a rate hike at this week's FOMC meeting remain weak (FF now pricing a ~20% rate hike by September 2016 and ~55% by December 2016). Softer-than-expected US retail sales and industrial production postponed expectations of tighter monetary policy, which supported the rally in credit markets in addition to strong demand from foreign investors, despite heavy issuance of US IG corporate debt. US 10-year Treasury yields closed higher ahead of major central banks' meetings this week as disappointment grew over purchases and their effectiveness. Oil closed lower ahead of Algeria meeting on stronger US Dollar and global glut concerns as exports resume from Nigeria and Libya in addition to increased exports from Iran and Saudi Arabia. IEA reported a slowdown in global oil demand growth, expecting oil markets to take "a while longer" to rebalance. European equities closed lower with the Stoxx 600 at -2.2% mostly weighed by bank shares following news of Deutsche Bank facing a USD 14 billion fine from the US Department of Justice over mortgage-backed securities. UK equities closed lower with the FTSE 100 at -1.0% despite weaker Sterling, as Deutsche Bank news weighed on bank shares and as BoE maintained monetary policy unchanged. Japanese equities closed lower with the Nikkei 225 at -2.6% on stronger Yen as uncertainty rose ahead of BoJ meeting over likelihood and effectiveness of further intervention which includes interest rate cut and changes to asset-buying program. Chinese equities closed lower with the Shanghai Composite at -2.9% despite better-than-expected industrial production, retail sales and fixed asset investment. Emerging markets closed lower with the MSCI EM at -2.6% while flows into EM bond and equity funds remained positive yet much lower than record levels reached in July.

Previous Week Macro Data

	Actual	Cons.
CNY Retail sales (YoY) (Aug)	10.3%	10.3%
CNY Industrial production (YoY) (Aug)	6.3%	6.2%
CNY Urban investment (YTD) (YoY) (Aug)	8.1%	7.9%
UK Core CPI (YoY) (Aug)	1.3%	1.4%
UK ILO unemployment rate (3M) (Jul)	4.9%	4.9%
EU Industrial production (YoY) (Jul)	-0.3%	-0.9%
US EIA crude oil Δ (Sep 9)	-0.6M	3.8M
UK Retail sales (YoY) (Aug)	6.2%	5.3%
UK BoE interest rate decision (Sep 15)	0.25%	0.25%
US Retail sales (MoM) (Aug)	-0.3%	-0.1%
260K US initial jobless claims (Sep 9)	260K	265K
US Industrial production (MoM) (Aug)	-0.4%	-0.2%
US CPI Ex food and energy (YoY) (Aug)	2.3%	2.2%
US Reuters/Michigan consumer sent. ind. (Sep)	89.8	90.8

Upcoming Week Macro Data

	Cons.	Prior
M US NAHB housing market index (Sep)	60.0	60.0
T US housing starts (MoM) (Aug)	-1.7%	2.1%
T JPY Merchandise trade balance total (Aug)	¥202.3B	¥513.5B
W JPY BoJ interest rate decision	-0.1%	-0.1%
W CNY CB leading economic index (Aug)	-	0.7%
W US EIA crude oil Δ (Sep 16)	-	-0.6M
W US Fed interest rate decision	0.5%	0.5%
Th US Chicago Fed national activity index (Aug)	0.13	0.27
Th US Initial jobless claims (Sep 16)	261K	260K
Th US Existing home sales (MoM) (Aug)	5.45M	5.39M
Th US CB leading (MoM) (Aug)	0.0%	0.4%
Th EU Consumer confidence (Sep)	-8.3	-8.5
F EU Markit PMI composite (Sep)	52.8	52.9
F US Markit manufacturing PMI (Sep)	52.0	52.0

Upcoming Week Policy & Related Events

W JPY BoJ monetary policy statement, JPY BoJ press conference, EU ECB non-monetary policy meeting, UK BoE quarterly bulletin, US FOMC economic projections, US Fed monetary policy statement
 Th EU Economic bulletin, EU ECB Draghi, UK BoE Cunliffe

Upcoming Week Key Earnings

T Adobe, FedEx, Lennar, Copart
 W Inditex, General Mills, Red Hat, CarMax, Bed Bath & Beyond
 Th AutoZone, Coca-Cola European Partners, Rite Aid
 F Cintas

Equities	Value	1 Day %	1 Week %	YTD %	P/E	Div. Yld. %
S&P 500	2,139.16	▼ -0.38	▲ 0.53	4.66	19.31	2.16
Dow Jones	18,123.80	▼ -0.49	▲ 0.21	4.01	17.45	2.64
NASDAQ	5,244.57	▼ -0.10	▲ 2.31	4.74	22.76	1.20
Russell 2000	1,224.78	▼ -0.18	▲ 0.46	7.83	19.56	1.38
STOXX 600	337.82	▼ -0.74	▼ -2.23	-7.65	17.48	3.67
FTSE 100	6,710.28	▼ -0.30	▼ -0.98	7.50	22.66	4.09
NIKKEI 225	16,519.29	▲ 0.70	▼ -2.63	-13.21	18.07	2.00
Shanghai Index	3,002.85	▼ -0.68	▼ -2.88	-14.60	14.98	1.99
S&P Pan Arab	630.84	▼ -0.17	▼ -0.22	-5.14	11.38	3.97
MSCI ACWI	1,664.77	▼ -0.68	▼ -2.49	-3.00	17.25	3.44
MSCI EM	885.45	▼ -0.40	▼ -2.63	11.50	13.20	2.55

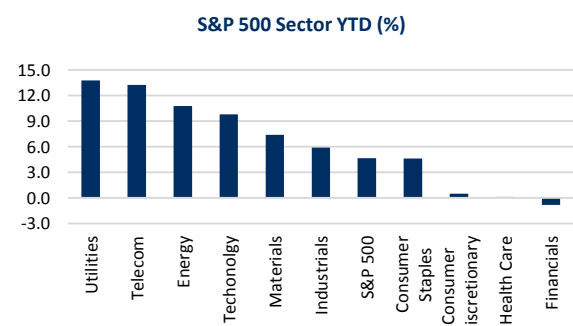
Credit	Value	Yield %	YTD %
Barclays Global Aggregate	480.52	1.22	8.68
Barclays Global Agg. – Corporate	245.56	2.33	7.84
Barclays Global High Yield	1,173.10	6.13	13.02
Markit CDX N.A. Investment Grade	75.98	NA	NA
Markit CDX N.A. High Yield (Price)	103.67	NA	NA
Markit CDX Emerging Markets	93.07	NA	NA
Markit iTraxx ITX Crossover	366.56	NA	NA
Markit iTraxx Europe	52.46	NA	NA

Rates	Value	Yield %
Treasuries 2-Yr	99.98	0.76
Treasuries 10-Yr	98.25	1.69
Treasuries 30-Yr	95.95	2.44
Gilts 10-Yr	105.91	0.87
Bunds 10-Yr	99.98	0.00
French 10-Yr	99.44	0.31
Italian 10-Yr	102.40	1.34
Spanish 10-Yr	107.94	1.08
Greek 10-Yr	69.15	8.53
JGBs 10-Yr	101.45	-0.04

Volatility	Value	YTD %
S&P 500 VIX	15.37	-15.6%
Euro Stoxx 50 VIX	21.31	-3.9%
Crude Oil VIX	39.25	-15.1%
Interest Rate VIX	82.26	0.6%

Commodities	Value	YTD %
Oil-Brent	46.49	24.7%
Oil-WTI	43.76	18.1%
Natural Gas	2.94	26.0%
Gold	1,316.03	24.0%
Silver	19.10	37.9%
Copper	213.70	0.1%
S&P GSCI CME	348.10	11.7%

Currencies	Value	YTD %
EUR-USD	1.1164	2.8%
GBP-USD	1.3049	-11.4%
USD-JPY	102.0800	-15.1%
USD-CNY	6.6686	2.7%
USD-CHF	0.9798	-2.2%
AUD-USD	0.7536	3.4%
USD-CAD	1.3154	-4.9%
USD-SEK	8.5558	1.4%
DXY Index	95.9250	-2.7%



Investment Style YTD (%)

	Value	Blend	Growth
Large	5.5	4.7	3.9
Mid	10.1	8.8	7.5
Small	11.9	10.2	8.7

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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