



The Market Place

- Global equities rallied 2.2% last week.
- Supply chain issues, rising energy costs and labour shortages have affected corporate Q3 releases
- Brent crude gained +3.0% last week to \$82.39 a barrel
- Gold gained 0.6% to \$1757.13 per ounce

US

US equities rallied 1.8% last week, aided by robust investment bank earnings. However, metal, miners and materials sectors outperformed whilst communication and regional banking sectors declined

CPI rose +0.4% on a month-on-month basis in September, +5.4% year-on-year, its highest in 13 years

Fed officials broadly agreed tapering should start in mid-November or December, indicated in the minutes from their September meeting, then pandemic stimulus could end by mid-2022

Weekly jobless claims came in at 293k, better than the 319k forecast and down from 329k last week

Bitcoin rose past \$60,000 after the SEC was said to be close to allowing Bitcoin futures ETFs

Europe

European equities rallied 2.6% last week, with basic resources and technology outperforming, while insurance and media sectors declined

ECB will pay “very close attention” to wage talks and other potential second-round effects that could drive prices higher more permanently

German ZEW Economic Sentiment index for October came in at 22.3, lower than the 24.0 forecasts, down from 26.5 previously

The Turkish lira slid to another record low after Recep Tayyip Erdogan fired three central bankers in a midnight decree on Wednesday as they opposed Erdogan's push for lower rates

UK

U.K. equities rallied 2.0% last week

The Covid-19 new case count is back above mid-July highs

GDP month-on-month came in lower than expected at 0.4% (vs0.5% forecasted). Manufacturing production for August came in at 0.5% month-on-month, stronger than the 0.1% expected

The FT reported that EU member states are urging Brussels to draw up strict retaliatory measures should the UK carry out its threat to suspend trading arrangements for Northern Ireland

Asia / ROW

The benchmark Global Emerging Markets index rallied 1.9% last week

Japan's equities rallied 3.2% last week

China's economy weakened in Q3 as the property slump and energy crisis took their toll. GDP expanded 4.9% from a year earlier, slowing from 7.9% in the previous quarter and just below the 5.0% consensus

Xi Jinping may not be attending the COP26 in Glasgow, increasing fear that China won't set new climate change goals. The conference runs from the 31st October until the 12th November



Performance

Asset Class/Region	Currency				
		Week ending 15 Oct 2021	Month to date	YTD 2021	12 Months
Developed Market Equities					
United States	USD	1.8%	3.8%	20.0%	29.7%
United Kingdom	GBP	2.0%	2.2%	16.2%	29.6%
Continental Europe	EUR	2.6%	3.1%	19.1%	30.4%
Japan	JPY	3.2%	-0.3%	14.3%	26.6%
Asia Pacific (ex Japan)	USD	1.9%	2.1%	0.0%	14.5%
Australia	AUD	0.6%	0.4%	15.3%	22.8%
Global	USD	2.2%	3.5%	17.0%	29.5%
Emerging markets equities					
Emerging Europe	USD	1.7%	6.1%	30.9%	65.4%
Emerging Asia	USD	2.1%	2.1%	-2.2%	11.8%
Emerging Latin America	USD	3.3%	3.1%	-2.7%	25.6%
BRICs	USD	2.1%	3.8%	-3.0%	7.6%
China	USD	2.1%	4.0%	-13.4%	-7.7%
MENA countries	USD	1.3%	1.8%	29.9%	33.9%
South Africa	USD	3.2%	5.2%	9.5%	30.9%
India	USD	2.7%	3.0%	29.0%	55.5%
Global emerging markets	USD	2.1%	2.5%	1.2%	16.9%
Bonds					
US Treasuries	USD	0.3%	-0.1%	-2.9%	-3.5%
US Treasuries (inflation protected)	USD	0.7%	1.1%	4.5%	6.1%
US Corporate (investment grade)	USD	0.7%	-0.1%	-1.3%	1.1%
US High Yield	USD	0.1%	-0.2%	4.4%	9.7%
UK Gilts	GBP	1.4%	0.0%	-7.6%	-7.7%
UK Corporate (investment grade)	GBP	0.8%	-0.4%	-4.2%	-1.1%
Euro Government Bonds	EUR	0.3%	0.1%	-2.9%	-2.7%
Euro Corporate (investment grade)	EUR	0.0%	-0.2%	-0.6%	0.6%
Euro High Yield	EUR	0.0%	-0.5%	3.2%	7.6%
Japanese Government	JPY	0.0%	-0.1%	-0.2%	-0.1%
Australian Government	AUD	-0.2%	-1.1%	-2.9%	-3.9%
Global Government Bonds	USD	0.2%	-0.2%	-5.9%	-3.9%
Global Bonds	USD	0.3%	-0.2%	-4.6%	-2.1%
Global Convertible Bonds	USD	1.2%	1.3%	0.1%	10.0%
Emerging Market Bonds	USD	0.7%	0.1%	-4.1%	0.2%

Performance

Asset Class/Region	Currency				
		Week ending 15 Oct 2021	Month to date	YTD 2021	12 Months
Property					
US Property Securities	USD	4.0%	5.4%	28.8%	38.1%
Australian Property Securities	AUD	1.6%	0.3%	12.0%	17.7%
Asia Property Securities	USD	1.7%	0.6%	2.4%	10.1%
Global Property Securities	USD	3.2%	3.7%	17.2%	28.8%
Currencies					
Euro	USD	0.3%	0.2%	-5.2%	-0.9%
UK Pound Sterling	USD	1.0%	2.2%	0.8%	6.5%
Japanese Yen	USD	-1.8%	-2.5%	-9.6%	-7.8%
Australian Dollar	USD	1.5%	2.8%	-3.6%	4.7%
South African Rand	USD	2.1%	3.3%	0.2%	13.9%
Swiss Franc	USD	0.4%	1.1%	-4.2%	-1.0%
Chinese Yuan	USD	0.1%	0.1%	1.4%	4.5%
Commodities & Alternatives					
Commodities	USD	2.4%	5.7%	44.1%	61.1%
Agricultural Commodities	USD	-0.5%	1.4%	26.2%	43.3%
Oil	USD	3.0%	8.1%	63.8%	96.6%
Gold	USD	0.6%	0.5%	-6.7%	-7.1%
Hedge funds	USD	0.2%	0.3%	4.1%	8.1%





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