

The Market Place

- Global equities fell 1.6% last week
- The S&P has seen seven consecutive weekly declines for the first time since the dotcom bubble burst in 2001
- Brent crude rose 0.9% over the week to \$112.6 a barrel
- Gold returned 1.9% to \$1846.5 per ounce

US

US equities fell 3.0% last week

The Empire State manufacturing survey for May came in below expectations at -11.6 (vs. 15.0 expected). The Prices Paid index fell to a 14-month low of 73.7

Retail sales in April were up by 0.9% (vs 1.0% expected). Industrial production came in above expectations at 1.1% (vs. 0.5% expected)

Housing starts in April fell to an annualised rate of 1.724m vs. 1.756m expected

Mortgage purchase applications fell 11.9% in the week ending 13 May, leaving them at their lowest levels since May 2020

Weekly initial jobless claims for the week ending May 14 rose to 218k vs. 200k expected, its highest level since January

The Philadelphia Fed's manufacturing business outlook survey for May fell to 2.6 (vs. 15.0 expected)

The number of existing home sales in April fell to its lowest level since June 2020, coming in at an annualised rate of 5.61m vs. 5.64m expected

Europe

European equities returned -0.7% last week

The latest estimate of Eurozone GDP in Q1 showed an expansion larger than expected of +0.3% vs. +0.2% prior

Eurozone Consumer Price Index (CPI) for April came in at 7.4% year-on-year (vs. 7.5% expected)

UK

UK equities returned -0.2% last week

The unemployment rate fell to 3.7% in the three months to March vs. 3.8% expected, the lowest it has been since 1974

The number of job vacancies was larger than the total number of unemployed for the first time, and the estimate of payrolled employees in April saw an increase of +121k vs. +51k expected

CPI inflation rose to a 40-year high of 9.0% year-on-year in April

UK Foreign Secretary Truss announced plans to introduce legislation that would override parts of the Northern Ireland Protocol

Retail sales for April came in at +1.4% (vs. -0.2% expected)

Asia / ROW

The benchmark Global Emerging Markets index returned 3.1% last week

Japanese equities returned 0.7% over the week

Chinese equities returned 4.7% last week

Japan's Q1 GDP contracted by -1.0%, less than the -1.8% expected

Japan's national CPI rose 2.5% year-on-year in April, the highest for the headline rate since October 2014

Australia's unemployment rate fell to its lowest level since 1974 at 3.9%

The Peoples Bank of China (PBoC) lowered key interest rates by the largest amount on record, cutting the 5-year loan prime rate (LPR) – the reference rate for home mortgages – from 4.6% to 4.45%.



Performance

Asset Class/Region	Currency				
		Week ending 20 May 2022	Month to date	YTD 2022	12 Months
Developed Market Equities					
United States	USD	-3.0%	-5.5%	-17.8%	-5.3%
United Kingdom	GBP	-0.2%	-1.5%	4.2%	12.3%
Continental Europe	EUR	-0.7%	-4.2%	-13.0%	-2.8%
Japan	JPY	0.7%	-1.2%	-4.7%	1.4%
Asia Pacific (ex Japan)	USD	3.4%	-3.4%	-13.7%	-19.3%
Australia	AUD	1.2%	-3.5%	-2.2%	6.0%
Global	USD	-1.6%	-4.8%	-17.2%	-8.4%
Emerging markets equities					
Emerging Europe	USD	2.8%	-4.3%	-75.0%	-73.9%
Emerging Asia	USD	3.5%	-3.7%	-16.5%	-22.3%
Emerging Latin America	USD	6.0%	3.0%	14.1%	2.0%
BRICs	USD	4.3%	-3.6%	-20.2%	-30.1%
China	USD	4.7%	-2.9%	-20.1%	-36.8%
MENA countries	USD	-2.5%	-9.1%	6.4%	17.7%
South Africa	USD	0.3%	-6.2%	-1.5%	-11.1%
India	USD	2.5%	-6.4%	-10.0%	3.6%
Global emerging markets	USD	3.1%	-3.7%	-15.4%	-20.3%
Bonds					
US Treasuries	USD	0.7%	0.5%	-7.8%	-6.5%
US Treasuries (inflation protected)	USD	-0.1%	-2.3%	-6.9%	-1.4%
US Corporate (investment grade)	USD	0.4%	-0.3%	-13.0%	-10.8%
US High Yield	USD	-0.7%	-3.1%	-11.0%	-8.0%
UK Gilts	GBP	-1.5%	-0.3%	-10.4%	-8.4%
UK Corporate (investment grade)	GBP	-1.1%	-0.5%	-10.3%	-9.4%
Euro Government Bonds	EUR	-0.4%	-0.5%	-9.3%	-8.7%
Euro Corporate (investment grade)	EUR	-0.2%	-0.7%	-8.2%	-8.1%
Euro High Yield	EUR	-0.3%	-1.8%	-8.6%	-7.4%
Japanese Government	JPY	0.1%	-0.1%	-2.0%	-2.0%
Australian Government	AUD	0.5%	-0.9%	-8.8%	-8.6%
Global Government Bonds	USD	0.9%	0.3%	-11.2%	-13.3%
Global Bonds	USD	0.9%	0.1%	-11.8%	-13.8%
Global Convertible Bonds	USD	0.5%	-4.8%	-17.1%	-19.9%
Emerging Market Bonds	USD	0.3%	-1.0%	-23.0%	-22.9%



Performance

Asset Class/Region	Currency				
		Week ending 20 May 2022	Month to date	YTD 2022	12 Months
Property					
US Property Securities	USD	-3.0%	-10.2%	-17.9%	0.2%
Australian Property Securities	AUD	-0.4%	-10.9%	-17.3%	-1.0%
Asia Property Securities	USD	2.8%	0.0%	-3.4%	-12.4%
Global Property Securities	USD	-0.5%	-7.2%	-14.9%	-6.0%
Currencies					
Euro	USD	1.3%	0.0%	-7.4%	-13.7%
UK Pound Sterling	USD	1.9%	-0.8%	-7.9%	-12.0%
Japanese Yen	USD	1.3%	1.5%	-9.9%	-14.8%
Australian Dollar	USD	1.4%	-0.9%	-3.6%	-9.7%
South African Rand	USD	1.5%	-1.1%	0.0%	-12.2%
Swiss Franc	USD	2.8%	-0.2%	-6.5%	-7.8%
Chinese Yuan	USD	1.4%	-1.3%	-5.0%	-3.9%
Commodities & Alternatives					
Commodities	USD	1.3%	1.3%	34.4%	56.9%
Agricultural Commodities	USD	0.0%	-0.1%	23.8%	40.3%
Oil	USD	0.9%	2.9%	44.7%	72.9%
Gold	USD	1.9%	-2.7%	0.9%	-1.9%
Hedge funds	USD	0.0%	-1.7%	-3.9%	-3.0%





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