

# The Market Place

- Global equities fell 2.2% last week
- G7 ministers have reportedly agreed to explore imposing a cap on Russian gas and oil exports in the hope that it will help cushion the impact of higher energy prices on western economies
- Brent crude fell 1.3% over the week to \$111.6 a barrel
- Gold fell 0.8% to \$1811.4 per ounce

## US

US equities fell 2.2% last week

House price growth showed signs of slowing with the S&P CoreLogic Case-Shiller index rising 20.4% year-on-year in April, down from the 20.6% gain in March

GDP shrank at an annualised rate of 1.6% in Q1

Personal spending for May came in at 0.2% below expectations of 0.4%

The MNI Chicago PMI came in at 56.0 (vs. 58.0 expected)

The ISM Manufacturing PMI dropped to 53.0 in June vs. expectations of 55.0

The Dallas Fed's manufacturing activity index for June fell to -17.7 vs -6.5 expected, sitting at a 2-year low

The Conference Board's consumer confidence index fell to the lowest level since February 2021 at 98.7 in June vs 100.0 expected

Weekly initial jobless claims for the week ending 25 June came in at 231k vs. 230k expected

## Europe

European equities returned -1.3% last week

The Euro Area unemployment rate came in at 6.6% vs. 6.8% expected, its lowest level since the formation of the single currency

German unemployment unexpectedly rose 133k in June (vs. -5k expected) as Ukrainian refugees are now being included in this measure

The Euro Area's M3 money supply grew by 5.6% year-on-year in May, the slowest pace since February 2020

Germany's GfK consumer confidence reading fell to a record low of -27.4 vs. -27.3 expected

Spain's CPI for June came in at 10% year-on-year, surprising on the upside, vs. estimates of 8.7%

Germany's CPI for June came in below expectations at 8.2% vs. 8.8%

French CPI came in as expected at 6.5% in June

## UK

UK equities fell 0.4% last week

GDP for Q1 came in as expected at 0.8%

Mortgage approvals for May were 66.2k vs. estimates for a fall to 64k

## Asia / ROW

The benchmark Global Emerging Markets index returned -1.6% last week.

Japanese equities returned -1.0% over the week.

Chinese equities fell 0.2% last week

The People's Bank of China (PBOC) Governor Yi Gang pledged to provide further monetary support to the economy to recover from Covid related lockdowns

Unemployment in Japan edged up to 2.6% in May from 2.5% in the previous month

Japan's retail sales came in at 3.6% year-on-year in May

China's Caixin/Markit manufacturing PMI advanced to 51.7 in June, returning to expansionary territory for the first time in four months

Tokyo's CPI rose 2.3% year-on-year in June with core CPI advancing 2.1%



# Performance

Asset Class/Region	Currency				
		Week ending 01 Jul 2022	Month to date	YTD 2022	12 Months
<b>Developed Market Equities</b>					
United States	USD	-2.2%	1.1%	-19.3%	-10.5%
United Kingdom	GBP	-0.4%	0.0%	1.7%	7.8%
Continental Europe	EUR	-1.3%	0.2%	-17.3%	-11.1%
Japan	JPY	-1.0%	-1.4%	-6.1%	-2.6%
Asia Pacific (ex Japan)	USD	-1.6%	-1.0%	-16.5%	-23.7%
Australia	AUD	-0.4%	-0.4%	-10.3%	-6.3%
Global	USD	-2.2%	0.5%	-20.1%	-14.2%
<b>Emerging markets equities</b>					
Emerging Europe	USD	-3.1%	-1.2%	-77.3%	-77.5%
Emerging Asia	USD	-1.7%	-0.8%	-17.9%	-26.1%
Emerging Latin America	USD	-1.3%	-0.8%	-1.4%	-16.1%
BRICs	USD	-0.3%	-0.2%	-17.1%	-29.9%
China	USD	-0.2%	0.0%	-11.2%	-31.5%
MENA countries	USD	1.4%	-0.2%	-1.4%	5.7%
South Africa	USD	-4.8%	-0.7%	-8.0%	-12.9%
India	USD	-0.5%	-0.2%	-13.6%	-3.9%
Global emerging markets	USD	-1.6%	-0.8%	-18.3%	-25.5%
<b>Bonds</b>					
US Treasuries	USD	1.4%	0.7%	-8.3%	-7.9%
US Treasuries (inflation protected)	USD	-0.3%	1.1%	-8.7%	-4.8%
US Corporate (investment grade)	USD	0.8%	0.6%	-13.9%	-13.7%
US High Yield	USD	-1.6%	0.2%	-14.0%	-12.8%
UK Gilts	GBP	1.7%	1.9%	-13.0%	-12.4%
UK Corporate (investment grade)	GBP	0.6%	1.3%	-13.1%	-13.5%
Euro Government Bonds	EUR	1.7%	1.3%	-11.1%	-11.6%
Euro Corporate (investment grade)	EUR	0.5%	0.8%	-11.1%	-11.7%
Euro High Yield	EUR	-1.9%	0.2%	-14.3%	-14.0%
Japanese Government	JPY	0.2%	0.2%	-3.0%	-3.1%
Australian Government	AUD	1.0%	0.5%	-9.7%	-10.8%
Global Government Bonds	USD	0.7%	0.7%	-13.6%	-15.1%
Global Bonds	USD	0.6%	0.4%	-14.0%	-15.6%
Global Convertible Bonds	USD	-1.7%	-1.2%	-20.7%	-25.0%
Emerging Market Bonds	USD	-0.3%	1.1%	-25.8%	-26.8%



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Asset Class/Region	Currency				
		Week ending 01 Jul 2022	Month to date	YTD 2022	12 Months
<b>Property</b>					
US Property Securities	USD	-0.3%	1.8%	-19.3%	-6.1%
Australian Property Securities	AUD	-3.2%	1.5%	-24.0%	-13.6%
Asia Property Securities	USD	1.4%	-0.2%	-4.7%	-13.3%
Global Property Securities	USD	-0.8%	0.7%	-18.7%	-12.6%
<b>Currencies</b>					
Euro	USD	-1.4%	-0.8%	-8.6%	-12.2%
UK Pound Sterling	USD	-1.8%	-1.1%	-11.0%	-12.5%
Japanese Yen	USD	-0.1%	0.3%	-15.0%	-17.5%
Australian Dollar	USD	-2.3%	-1.8%	-6.8%	-9.1%
South African Rand	USD	-3.7%	-0.8%	-2.8%	-12.0%
Swiss Franc	USD	-0.4%	-0.8%	-5.3%	-3.8%
Chinese Yuan	USD	-0.2%	0.0%	-5.2%	-3.5%
<b>Commodities &amp; Alternatives</b>					
Commodities	USD	-2.4%	0.0%	23.1%	34.7%
Agricultural Commodities	USD	-3.6%	-2.1%	6.7%	20.0%
Oil	USD	-1.3%	-2.8%	43.5%	47.2%
Gold	USD	-0.8%	0.1%	-1.0%	2.2%
Hedge funds	USD	-0.2%	0.0%	-5.0%	-5.2%





# Global Matters Weekly

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