

The Market Place

- Global equities rose 3.6% last week
- The Federal Reserve Systems' fourth rate hike this year raised interest rates by 75bps to 2.5%, as forecast
- Brent crude rose 6.6% over the week to \$110.01 a barrel
- Gold rose 2.2% to \$1765.94 per ounce

US

US equities rose 4.3% last week, driven by Oil, Gas, Metals and Miners, while Social Media and Retail lagged

As forecasted, the Federal Reserve System raised interest rates by 75bps for the second month to 2.5%. Jerome Powell suggested a similar move is possible in September, but it will depend on the data. The chair added that rates are "in the range" of what the Federal Open Market Committee (FOMC) considers neutral, and the pace of hikes will slow further out

US Gross Domestic Product (GDP) for Q2 fell 0.9% (vs an expected increase of 0.5%); Treasury Secretary Yellen said, "We need to see a slowdown. The labour market is extremely tight and may be the source of some inflationary pressure."

US New Home Sales for June was 590k (vs 660k forecast), Pending Home sales fell 8.6% (vs a forecasted decline of 1.5%)

Europe

European equities returned +2.8% last week, driven by Basic Resources, Oil, Gas while Retail and Telecom lagged

European Consumer Price Index (CPI) for July year-on-year was 8.9% (vs 8.6%), causing the Euro to continue to decline to levels not seen since 2005.

German Gross Domestic Product (GDP) for Q2 was flat (vs 0.1% estimate)

German Information and Forschung (IFO) Business Climate Index for July was 88.6 (vs 90.2 forecast)

UK

UK equities returned +2% last week

The Conservative leadership battle for Prime Minister narrowed to Liz Truss and Rishi Sunak

The Bank of England is expected to increase interest rates by 0.5% to 1.75% this week, its biggest hike since 1995

Asia / ROW

Global emerging market equities rose 0.4% over the week

Chinese equities fell 3.7% over the week

Chinese Manufacturing Purchasing Managers Index (PMI) for July was 49 (vs 50.4 estimated) lower due to lockdown

Japanese equities fell 0.8% over the week

Australia Consumer Price Index for Q2 was 1.8% (vs 1.9% forecast), June retail sales 0.2% (vs 0.5% estimated)



Performance

Asset Class/Region	Currency				
		Week ending 29 Jul 2022	Month to date	YTD 2022	12 Months
Developed Market Equities					
United States	USD	4.3%	9.2%	-12.8%	-5.6%
United Kingdom	GBP	2.0%	3.5%	5.3%	12.0%
Continental Europe	EUR	2.8%	8.0%	-10.9%	-6.0%
Japan	JPY	-0.8%	3.7%	-1.2%	3.1%
Asia Pacific (ex Japan)	USD	0.2%	0.0%	-15.6%	-18.8%
Australia	AUD	2.3%	5.7%	-4.7%	-2.5%
Global	USD	3.6%	7.9%	-14.2%	-9.8%
Emerging markets equities					
Emerging Europe	USD	1.1%	0.5%	-76.9%	-77.2%
Emerging Asia	USD	-0.3%	-1.3%	-18.3%	-21.4%
Emerging Latin America	USD	7.0%	4.3%	3.7%	-12.4%
BRICs	USD	-0.6%	-3.6%	-20.0%	-26.5%
China	USD	-3.7%	-9.5%	-19.7%	-29.5%
MENA countries	USD	1.2%	5.0%	3.7%	10.0%
South Africa	USD	0.0%	0.3%	-7.1%	-12.1%
India	USD	3.2%	8.3%	-6.4%	3.0%
Global emerging markets	USD	0.4%	-0.2%	-17.8%	-21.2%
Bonds					
US Treasuries	USD	0.3%	1.7%	-7.4%	-8.2%
US Treasuries (inflation protected)	USD	2.0%	4.5%	-5.6%	-4.0%
US Corporate (investment grade)	USD	0.5%	3.2%	-11.6%	-12.5%
US High Yield	USD	1.5%	5.9%	-9.1%	-8.0%
UK Gilts	GBP	0.8%	2.8%	-12.2%	-14.1%
UK Corporate (investment grade)	GBP	1.2%	3.5%	-11.2%	-13.0%
Euro Government Bonds	EUR	2.0%	4.2%	-8.6%	-10.7%
Euro Corporate (investment grade)	EUR	1.3%	4.7%	-7.7%	-9.3%
Euro High Yield	EUR	1.2%	5.1%	-10.1%	-10.1%
Japanese Government	JPY	0.4%	0.7%	-2.4%	-3.0%
Australian Government	AUD	2.4%	3.7%	-6.9%	-9.9%
Global Government Bonds	USD	1.0%	1.9%	-12.5%	-15.6%
Global Bonds	USD	1.1%	2.1%	-12.5%	-15.4%
Global Convertible Bonds	USD	0.9%	3.0%	-18.5%	-22.0%
Emerging Market Bonds	USD	2.7%	4.0%	-23.7%	-25.2%



Performance

Asset Class/Region	Currency				
		Week ending 29 Jul 2022	Month to date	YTD 2022	12 Months
Property					
US Property Securities	USD	4.9%	8.9%	-13.7%	-3.5%
Australian Property Securities	AUD	3.9%	11.9%	-16.2%	-4.3%
Asia Property Securities	USD	2.5%	-0.7%	-5.1%	-12.2%
Global Property Securities	USD	3.8%	6.8%	-13.9%	-9.6%
Currencies					
Euro	USD	-0.3%	-2.7%	-10.4%	-14.2%
UK Pound Sterling	USD	1.2%	-0.1%	-10.1%	-12.9%
Japanese Yen	USD	2.0%	1.8%	-13.7%	-17.8%
Australian Dollar	USD	0.5%	1.0%	-4.1%	-5.7%
South African Rand	USD	0.9%	-2.3%	-4.3%	-12.6%
Swiss Franc	USD	0.9%	0.2%	-4.3%	-4.8%
Chinese Yuan	USD	0.1%	-0.7%	-5.8%	-4.3%
Commodities & Alternatives					
Commodities	USD	4.5%	0.9%	24.2%	33.2%
Agricultural Commodities	USD	5.5%	-2.3%	6.5%	18.1%
Oil	USD	6.6%	-4.2%	41.4%	44.7%
Gold	USD	2.2%	-2.4%	-3.5%	-3.6%
Hedge funds	USD	0.5%	0.5%	-4.6%	-4.3%



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