



The Market Place

- Global equities rose by 3.2% last week
- President Zelensky criticised the failure of NATO members to commit fully to extending an invitation to Ukraine to join the organization
- Brent crude rose by 1.8% to \$79.87 per barrel
- Gold rose by 1.6% to \$1955.21 per ounce

US

US equities rose 2.4% last week

Monthly headline Consumer Price Index came in at just 0.18% in June. That was beneath the consensus expectation for a 0.3% reading, and it took the year-on-year measure down to just 3.0%

Year-on-year core inflation also beat expectations coming in at 4.8% (vs. 5.0% expected), the weakest it has been since February 2021

A New York Federal Reserve survey on the mean perceived probability of losing one's job in the next year was up to 12.9%, the highest since November 2021

Credit conditions continue to tighten for small businesses, with the actual interest rate paid on short-term loans by borrowers up to 9.2%, which is its highest level since 2007

Europe

European equities returned 3.2% last week

In Germany, the latest ZEW survey for July saw expectations fall to a seven-month low of -14.7 (vs. -10.6 expected)

The ZEW current situation measure also fell to a seven-month low of -59.5 (vs. -62.0 expected)

Eurozone year-on-year industrial production fell -2.2% in May (vs. -0.9% expected)

UK

UK equities rose 2.3% last week

UK labour market data showed stronger-than-expected wage growth once again, with average weekly earnings (excluding bonuses) up by 7.3% in the three months to May (vs 7.1% expected)

In a speech from Bank of England Governor Bailey, he acknowledged that the UK economy had "shown unexpected resilience" to external shocks

Asia / ROW

Global emerging market equities rose 4.9% last week

Japanese equities fell -0.7% last week

Producer prices in Japan unexpectedly contracted -0.2% month-on-month in June (vs. 0.2% expected), notching the slowest inflation rate since April 2021

In China Gross Domestic Product expanded 6.3% in Q2 from a year ago, falling short of 7.3% expectations (vs. 4.5% growth in Q1)

Retail sales in China grew 3.1% year-on-year in June (vs. 3.3% expected) a significant slowdown relative to May's 12.7% surge



Performance

Asset Class/Region	Currency				
		Week ending 14 July 2023	Month to date	YTD 2023	12 Months
Developed Market Equities					
United States	USD	2.4%	1.3%	18.1%	20.3%
United Kingdom	GBP	2.3%	-1.4%	1.2%	8.5%
Continental Europe	EUR	3.2%	0.0%	12.7%	19.3%
Japan	JPY	-0.7%	-2.2%	20.0%	21.5%
Asia Pacific (ex Japan)	USD	5.6%	4.3%	7.5%	7.8%
Australia	AUD	3.7%	1.4%	6.0%	14.9%
Global	USD	3.2%	1.8%	17.1%	21.8%
Emerging markets equities					
Emerging Europe	USD	6.4%	6.9%	20.8%	65.3%
Emerging Asia	USD	5.5%	4.6%	8.8%	6.5%
Emerging Latin America	USD	1.1%	1.3%	20.0%	40.3%
BRICs	USD	4.4%	3.8%	3.4%	2.0%
China	USD	6.3%	5.3%	-0.5%	-8.0%
MENA countries	USD	0.9%	2.4%	5.5%	0.8%
South Africa	USD	9.5%	7.5%	1.6%	13.6%
India	USD	1.9%	1.9%	9.5%	20.7%
Global emerging markets	USD	4.9%	4.3%	9.4%	9.6%
Bonds					
US Treasuries	USD	1.3%	0.2%	2.0%	-1.9%
US Treasuries (inflation protected)	USD	1.3%	0.0%	2.0%	-1.9%
US Corporate (investment grade)	USD	1.6%	0.3%	3.6%	1.5%
US High Yield	USD	1.7%	1.1%	6.6%	8.7%
UK Gilts	GBP	1.7%	-0.4%	-4.0%	-15.9%
UK Corporate (investment grade)	GBP	1.8%	0.7%	-0.3%	-6.9%
Euro Government Bonds	EUR	1.0%	-0.5%	2.1%	-6.4%
Euro Corporate (investment grade)	EUR	0.9%	0.4%	2.5%	-1.3%
Euro High Yield	EUR	0.7%	0.5%	4.9%	7.9%
Japanese Government	JPY	-0.7%	-0.9%	1.9%	-0.9%
Australian Government	AUD	1.6%	0.5%	1.8%	-0.2%
Global Government Bonds	USD	2.2%	1.5%	2.4%	-0.1%
Global Bonds	USD	2.3%	1.4%	3.6%	1.4%
Global Convertible Bonds	USD	2.4%	3.0%	8.0%	11.5%
Emerging Market Bonds	USD	2.8%	1.4%	4.8%	10.1%



Performance

Asset Class/Region	Currency				
		Week ending 14 July 2023	Month to date	YTD 2023	12 Months
Property					
US Property Securities	USD	3.1%	3.2%	8.2%	3.2%
Australian Property Securities	AUD	5.1%	3.2%	4.9%	2.0%
Asia Property Securities	USD	3.2%	1.7%	-5.4%	-6.5%
Global Property Securities	USD	3.7%	3.8%	5.0%	1.7%
Currencies					
Euro	USD	2.4%	2.9%	4.9%	12.5%
UK Pound Sterling	USD	2.1%	3.1%	8.4%	11.3%
Japanese Yen	USD	2.5%	4.1%	-5.5%	0.2%
Australian Dollar	USD	2.2%	2.7%	0.4%	1.9%
South African Rand	USD	4.1%	3.9%	-5.8%	-5.1%
Swiss Franc	USD	3.1%	3.9%	7.0%	14.4%
Chinese Yuan	USD	1.2%	1.7%	-3.3%	-5.3%
Commodities & Alternatives					
Commodities	USD	2.6%	4.0%	-3.4%	0.5%
Agricultural Commodities	USD	2.4%	3.4%	3.9%	10.7%
Oil	USD	1.8%	6.6%	-7.0%	-19.4%
Gold	USD	1.6%	1.9%	7.2%	14.6%
Hedge funds	USD	0.5%	0.3%	0.9%	2.1%



Global Matters Weekly

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