

Risk assets move higher, led by earnings and economic data

Weekly Snapshot



World Equities

Copper

Oil

Gold



Sovereign Bonds
Corporate Bonds

The **global index** in euro terms was up 0.4% last week, and has now gained 3.4% year-to-date. Asia Pacific equities continued their strong start, with Hong Kong now up 10.8% in 2018 in local terms.

Oil moved higher last week, up over 4% and is now trading at above

Week in Review

- Earnings helped stocks move to record highs once more last week, as better than expected results, led by financials, healthcare and industrial, drove equities higher. The bulk of earnings are still to come in over the next few weeks with tech stocks dominating the reporting for the week ahead.
- Global sovereign yields (which move inversely to price) moved higher throughout the week on the back of positive global PMI data, which was led by accelerating expansion in Europe. Less dovish than expected comments from the ECB also weighed on longer data bond yields. Currencies saw a choppy week of trading with numerous comments on both sides of the Atlantic influencing the key Euro/USD currency pair. The trade weighted dollar index is now at levels last seen in mid-2015.

	1 Week Return 19.01.18 to 26.01.18		Year to Date Return 31.12.17 to 26.01.18	
	Local Currency %	Euro %	Local Currency %	Euro %
Global (euro)	0.3%	0.3%	3.4%	3.4%
US	2.2%	0.5%	7.5%	3.9%
Europe	0.0%	0.0%	3.7%	3.7%
Ireland	-0.8%	-0.8%	0.9%	0.9%
UK	-0.8%	-0.4%	-0.3%	1.1%
Japan	-0.6%	-0.2%	3.4%	3.7%
Hong Kong	2.8%	1.0%	10.8%	7.0%
Bonds	-0.2%	-0.2%	-0.1%	-0.1%

\$66/barrel. Copper moved higher also, but remains down over 3% year-to-date.

The **ten year US bond yield** finished the week at 2.66%, from 2.60% a week previously. The **German equivalent** was at 0.63%, moving higher from 0.57% a week ago.

The **EUR/USD** rate closed the period at 1.24, whilst **EUR/GBP** was at 0.88 having stabilised somewhat recently.

The Week Ahead

Wednesday 31 January Wednesday 31 January Friday 2 February In the US unemployment report for Eurozone inflation data goes to print In what is Fed Chair Janet Yellen's where the consensus forecasts a figure of final FOMC meeting, no changes January the market expects 175,000 1.3% (year-on-year) from 1.4%. are expected to the US interest jobs to be created, with the Unemployment data for December is also rates or the current outlook for unemployment rate remaining steady released and is expected to be unchanged 2018 at 4.1%. at 8.7%.

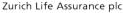
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