

# Markets grind higher, amid Turkish turmoil

## Weekly Snapshot



**World Equities**  
**Sovereign Bonds**  
**Corporate Bonds**



**Gold**  
**Oil**  
**Copper**

## Week in Review

- Earnings season draws to a close, as the mid-August lull is upon us. To date, approximately **90% of S&P 500 companies have reported** Q218 results with 71% of companies beating estimates on the top line and **84% of companies beating on the bottom line.**
- Political and Economic developments from Turkey came thick and fast last week, as the Lira lost over 20% of its value versus the US Dollar, as **President Erdogan** attempted to avert a full blown financial crisis. President Trump turned the screw further by announcing further trade sanctions on the embattled economy. **Contagion spread to some European financials** on fears regarding exposure to Turkish creditors.
- Elon Musk grabbed further headlines** with an audacious tweet claiming he has **'secured funding' to take Tesla private**, and off the stock market. It remains to be seen how this ends, with Tesla Bulls and Bears evident throughout the market.

	1 Week Return 03.07.18 to 10.08.18		Year to Date Return 31.12.17 to 10.08.18	
	Local Currency %	Euro %	Local Currency %	Euro %
Global (euro)	0.6%	0.6%	7.6%	7.6%
US	-0.3%	1.1%	6.0%	11.7%
Europe	-1.2%	-1.2%	-1.4%	-1.4%
Ireland	-1.6%	-1.6%	-5.1%	-5.1%
UK	0.1%	-0.3%	-0.3%	-0.9%
Japan	-1.3%	0.4%	-5.4%	1.5%
Hong Kong	2.5%	3.9%	-5.2%	-0.5%
Bonds	0.5%	0.5%	0.7%	0.7%

The **global index** moved higher last week, finishing up 0.6%, with a positive move from the US offsetting weaker performances elsewhere.

**Oil** was lower and closed at \$67.50/barrel, whilst **gold** continued its recent weakness to close at \$1,212 per troy ounce.

The **ten year US bond yield** finished at 2.87%. The **German equivalent** closed at 0.32%, amid 'risk off' sentiment.

## The Week Ahead

Tuesday 14 August	Wednesday 15 August	Friday 17 August
The second estimate for Q2 GDP in the eurozone goes to print, where the consensus forecasts a figure of 0.3% (QoQ).	UK CPI data is released, where an increase to 2.6% from 2.4% (YoY) is expected.	Eurozone inflation data also goes to market this week, with the core reading estimated to be 2.1% (YoY).

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