

Market Weekly Highlights:

- The Dollar is down over 3% for the week; with the USD Index (DXY) trading at 97.7. The US\$ is now trading at about \$1.097 against the EUR and at 0.9870 against the Swiss Franc. The Pound is now at 1.515. We maintain our belief in the fundamental strength of the US\$ in the longer term. This view is driven by the outlook for interest rates to rise in the US and hold or decline elsewhere. The Japanese Yen is at 121.85. Gold has regained some ground this week and is now at \$1'069, arguably simply the offset of the fall of the US\$. We note that Oil has fallen quite heavily and is now trading at \$36.72/Bbl for WTI and Brent at \$39.61/Bbl. The Russian Ruble is weaker, in-line with oil, now 69.46 per USD. The Brazilian Real rallied some to 3.80, as it appears that impeachment of Dilma Rousseff is in the cards! We do not see a significant further rally in the Real and our outlook would be for continued weakness.
- The US 10Yr Treasury yield has moved lower this week as the market adjusts to the higher probability of a rate rise in December and is trading around 2.22% with the US 5 year yield at 1.66% today. The German 10Yr Bund yield plummeted early this week from 0.68% to 0.57% and is trading now at 0.56%. The Spanish 10Yr yield has followed the move and is trading around 1.60%. Italian 10Yr yield followed suit and is currently at 1.53% having been at 1.65% in the beginning of the week. In the UK, the yield of Gilts had drifted lower during the week to hit 1.80% from 1.92% where it started the week only to trade back at 1.86% this morning! Swiss 10Yr yield followed with a similar move with the slides rising from -0.30% to -0.19% as we write.
- This week was another difficult one for Equity Markets both in US and Europe with the latter tumbling down significantly while US market is still in a slightly positive zone. The S&P500 is now + 0.56% for the week. The Dow Jones moved a little lower but still at positive 0.13% for the week. The DAX is currently trading at -1.73% for the week, the CAC40 is -2.13%, SMI -2.1%, the UK FTSE trading -2.70% and the EuroStoxx 50 at -2.34%. In Asia, the Nikkei has closed the week at -1.56% whilst the Shanghai composite and the Hang Seng Index were down respectively -2.56% and -3.47%.

Bedrock Friday December 11th Newsletter

Highlighted items are interesting data points for the week

MARKET INDICES PERFORMANCE

10/12/2015

INDEX NAME	CCY	Last Price	PRICE CHANGE IN % (unless indicated)									PIE
			1D	5D	MTD	1M	3M	6M	YTD	1Y	3Y	
EQUITY MARKET INDICES - BY REGION												
S&P 500 INDEX	USD	2062.23	0.24	0.13	-1.35	-1.10	4.65	-2.89	-0.32	0.83	43.73	17.07
DOW JONES INDUS. AVG	USD	17574.75	0.50	0.50	-0.82	-0.72	6.95	-2.58	-1.39	-0.12	32.66	15.94
NASDAQ COMPOSITE INDEX	USD	5045.172	0.45	0.15	-1.24	-0.43	4.62	-0.73	6.53	7.16	66.93	19.06
RUSSELL 2000 INDEX	USD	1149.023	0.28	-1.84	-4.10	-2.47	-0.78	-0.45	-4.62	-1.54	37.61	17.96
EURO STOXX 50	EUR	3269.97	-0.22	-2.46	-7.34	-5.78	1.91	-8.53	3.26	2.84	23.82	14.18
EURO STOXX 600	EUR	363.21	-0.26	-2.66	-6.41	-4.75	1.41	-8.21	5.31	6.31	28.61	15.59
CAC 40 INDEX	EUR	4635.06	-0.05	-2.33	-7.11	-7.02	1.24	-7.37	7.78	8.97	26.30	14.93
DAX INDEX	EUR	10598.93	0.06	-2.01	-7.43	-3.41	4.08	-7.03	7.45	6.83	38.82	12.96
FTSE 100 INDEX	GBP	6088.05	-0.61	-2.88	-4.88	-3.79	-0.97	-11.51	-7.73	-6.24	2.25	15.28
SWISS MARKET INDEX	CHF	8632.63	0.09	-2.20	-4.27	-3.10	-1.87	-5.88	-4.17	-4.97	23.45	16.79
NIKKEI 225	JPY	19046.55	-1.32	-1.40	-2.62	-2.34	5.29	-5.85	10.20	11.43	101.89	18.50
HANG SENG INDEX	HKD	21704.61	-0.45	-3.47	-2.42	-3.97	-0.19	-20.23	-9.07	-17.93	-3.85	10.77
SHANGHAI SE COMPOSITE	CNY	3455.495	-0.49	-2.56	-0.31	-5.91	7.32	-32.94	6.18	17.39	65.56	13.95
S&P BSE SENSEX INDEX	INR	25252.32	0.86	-2.61	-4.50	-3.47	-2.51	-5.32	-9.20	-9.54	28.79	16.82
RUSSIAN RTS INDEX \$	USD	792.78	0.05	-3.51	-7.54	-7.39	-1.99	-17.59	-0.95	-4.95	-47.24	5.79
BRAZIL IBOVESPA INDEX	BRL	45630.71	-1.04	-1.64	1.13	-3.05	-1.66	-15.01	-8.75	-8.49	-23.47	10.21
MSCI WORLD	USD	1663.88	-0.02	-1.82	-1.80	-1.65	2.27	-6.49	-2.65	-2.07	25.11	16.41
MSCI WORLD HEDGED	USD	716.913	-0.04	-1.13	-2.50	-2.00	3.38	-4.32	1.64	3.08	45.42	-
MSCI WORLD LOCAL	-	1274.426	-0.04	-1.14	-2.52	-2.11	2.95	-5.09	-0.11	1.22	37.55	-
MSCI AC WORLD	USD	399.35	-0.09	-1.92	-1.83	-2.01	1.89	-7.83	-4.26	-3.62	18.51	15.78
MSCI EM	USD	789.02	-0.77	-2.86	-3.10	-5.32	-1.68	-19.22	-17.49	-16.60	-23.73	11.51
MSCI AC ASIA x JAPAN	USD	494.04	-0.15	-2.28	-1.88	-3.42	0.82	-16.72	-12.36	-11.53	-8.48	12.01
MSCI EM LATIN AMERICA	USD	1914.51	-1.02	-2.54	-0.25	-5.66	-2.41	-24.14	-29.81	-28.72	-48.75	13.62
MSCI EM Eur, ME & Africa	USD	207.06	-3.47	-5.59	-8.69	-11.90	-11.00	-23.98	-23.53	-23.43	-39.82	9.78
EQUITY MARKET INDICES - BY SECTOR												
MSCI ENERGY	USD	182.66	0.42	-3.31	-7.53	-7.56	-1.55	-20.90	-23.19	-19.02	-23.65	18.63
MSCI MATERIALS	USD	186.53	-0.17	-2.07	-3.19	-3.20	-2.17	-19.40	-16.37	-15.74	-19.19	16.78
MSCI INDUSTRIALS	USD	192.07	0.00	-1.67	-2.52	-1.85	2.66	-6.99	-3.64	-2.23	25.23	16.76
MSCI CONS DISCRETIONARY	USD	195.33	-0.07	-1.65	-1.50	-1.55	3.37	-2.49	4.90	6.60	50.85	17.67
MSCI CONS STAPLES	USD	206.41	-0.16	-0.95	-0.18	0.28	6.36	1.34	3.25	3.35	25.95	21.08
MSCI HEALTH CARE	USD	206.71	0.46	-0.67	-0.25	0.02	-1.39	-6.81	3.41	1.22	57.70	17.54
MSCI FINANCIALS	USD	96.78	-0.30	-2.78	-2.13	-2.44	0.81	-8.95	5.82	-5.81	21.25	12.97
MSCI INFO TECH	USD	148.87	0.14	-1.94	-0.67	0.01	8.28	0.85	6.37	6.05	53.47	17.77
MSCI TELECOMS	USD	67.01	-0.28	-1.30	-1.83	-1.87	-0.74	-5.85	-1.97	-2.95	16.78	15.15
MSCI UTILITY	USD	108.81	-0.80	-1.06	-1.27	-2.22	0.57	-5.49	-11.58	-10.86	8.48	14.56
MSCI WORLD REAL ESTATE	USD	186.36	-0.65	-1.54	-1.42	-0.22	3.57	-3.24	-4.16	-3.84	8.62	23.56
HEDGE FUND INDICES												
HFRX GLOBAL HEDGE FUND	USD	1177.99	-0.13	-1.17	-1.00	-1.34	-2.12	-5.24	-3.32	-2.73	3.21	-
HFRX EQUAL WEIGHTED	USD	1178.8	-0.06	-0.79	-0.64	-1.14	-1.46	-3.23	-1.20	-0.76	5.20	-
HFRX GLOBAL EUR	EUR	1079.77	-0.11	-1.16	-1.02	-1.40	-2.32	-5.80	-3.98	-3.41	1.66	-
MARKET INDICES PERFORMANCE												
10/12/2015												
INDEX NAME	CCY	Last Price	PRICE CHANGE IN % (unless indicated)									Yield to Worst
			1D	5D	MTD	1M	3M	6M	YTD	1Y	3Y	
FIXED INCOME INDICES - YIELD ON US GOVERNMENT BONDS (Change in bps)												
US 3 MONTH	USD	0.2441	0.02	0.03	0.08	0.12	0.22	0.23	0.21	0.22	-	-
US 2 YEAR	USD	0.9475	0.00	0.01	0.02	0.07	0.24	0.23	0.28	0.35	-	-
US 10 YEAR	USD	2.2164	-0.01	-0.05	0.01	-0.11	0.03	-0.16	0.05	0.05	-	-
FIXED INCOME INDICES - BY TYPE OF ISSUER												
GLOBAL AGG TR HEDGED	USD	481.04	-0.04	0.33	-0.14	0.50	0.64	2.13	1.15	1.65	8.70	1.74
US GOVERNMENT TR	USD	2098.69	-0.14	0.20	0.01	0.48	-0.06	1.35	1.04	1.18	2.95	1.74
US CORPORATE TR	USD	2584.87	-0.21	-0.02	-0.19	0.40	0.29	0.71	-0.10	0.21	5.88	3.55
US HIGH YIELD TR	USD	1564.53	-0.15	-1.29	-1.51	-2.79	-4.22	-6.48	-3.48	-2.48	6.63	8.41
EU GOVERNMENT TR	EUR	243.8052	0.13	0.66	-0.52	0.58	1.54	3.18	1.97	2.90	17.93	0.65
EU CORPORATE TR	USD	245.58	0.12	0.13	-0.52	0.20	0.75	1.56	0.00	0.47	11.78	1.37
EU HIGH YIELD TR	EUR	274.75	-0.09	-0.69	-0.77	-0.65	0.42	0.08	2.22	2.07	21.06	4.78
BARCLAYS GLOBAL CONVERT.	USD	212.62	0.04	-1.09	-2.00	-2.44	-2.15	-6.34	-0.95	-0.07	20.40	-
GLOBAL EM TR (HEDGED)	USD	325.7394	-0.27	-0.42	-0.97	-0.82	0.33	-0.57	1.68	1.52	3.78	5.50
S&P/LSTA U.S. LEV LOAN	USD	88.15643	-0.29	-1.09	-1.07	-2.19	-4.94	-8.02	-7.54	-7.72	-8.06	6.56
COMMODITY INDICES - BY TYPE OF ISSUER												
GSCI INDEX TOTAL RETURN	USD	2232.3	-0.15	-5.27	-6.03	-10.72	-16.21	-31.88	-30.95	-36.77	-53.27	-
GSCI ENERGY TR	USD	388.616	-0.53	-9.97	-10.66	-17.59	-23.32	-42.33	-38.31	-45.86	-61.96	-
GSCI INDUSTRIAL METALS TR	USD	930.596	0.02	0.67	0.67	-4.34	-12.73	-22.52	-26.44	-29.16	-42.13	-
GSCI PRECIOUS METALS TR	USD	1314.642	-0.43	0.94	0.59	-1.62	-3.47	-10.14	-10.00	-13.87	-41.37	-
GSCI AGRICULTURE TR	USD	463.1876	0.20	-0.13	1.89	1.98	2.66	-3.48	-14.46	-15.06	-40.05	-
GENERIC 1ST 'CL' FUTURE	USD	36.76	-0.22	-8.23	-11.93	-17.46	-22.63	-43.51	-39.78	-46.22	-69.69	-
GOLD SPOT \$/OZ	USD	1071.55	-0.22	-1.63	0.41	-1.58	-3.49	-9.54	-9.77	-12.90	-37.49	-
CURRENCIES												
DOLLAR INDEX SPOT	USD	97.839	-0.10	-0.53	-2.33	-1.19	2.78	3.01	8.38	10.35	22.20	-
Euro Spot	EUR	1.0941	0.23	0.78	3.80	2.08	-3.28	-2.59	-9.36	-11.84	-15.68	-
Japanese Yen Spot	JPY	121.56	-0.25	1.02	1.02	0.81	-1.05	1.27	-1.71	-2.64	-32.29	-
British Pound Spot	GBP	1.516	-0.01	0.30	0.68	-0.36	-1.76	-2.31	-2.69	-3.65	-5.94	-
Swiss Franc Spot	CHF	0.9877	0.09	0.97	4.28	1.80	-1.78	-5.44	0.76	-1.82	-5.52	-
Brazilian Real Spot	BRL	3.8124	-1.58	-1.40	1.44	-1.06	0.98	18.21	-30.29	-31.37	-45.51	-
China Renminbi Spot	CNY	6.4386	-0.26	-0.81	-0.88	-1.37	-1.24	-3.85	-3.87	-4.13	-3.25	-
Singapore Dollar Spot	SGD	1.4043	-0.20	-0.64	0.27	0.91	0.24	-4.43	-5.80	-6.89	-13.20	-
Norwegian Krone Spot	NOK	8.6434	-0.42	-1.94	0.21	-0.80	-6.08	-6.84	-14.15	-16.01	-34.93	-
VOLATILITY / LIQUIDITY INDICES												
CBOE SPX VOLATILITY INDEX	USD	19.34	-1.38	6.79	19.90	26.49	-16.94	50.51	0.73	-3.69	24.21	-
USD SWAP SPREAD SEMI 2YR	USD	10.89	-3.03	11.39	75.71	8.98	-26.87	-59.86	-53.97	-53.85	-5.12	-
TED SPREAD	USD	27.31	12.48	9.86	9.94	19.26	-14.87	0.18	24.08	27.26	16.51	-

All data is compiled from Bloomberg

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