

## News highlights

- For the third week in a row, stocks finished in the red, as trade and growth worries unsettled investors.
- Data revealed that the eurozone economy grew by a feeble 0.2% in the second quarter of 2019. The bloc's largest economy, Germany, shrank by 0.1%
- In a new twist in the trade war, the US said it would delay 10% tariffs on a series of consumer goods imported from China until December 15th.
- The 2-to-10 year yield curve in both the US and the UK inverted for the first time since the global financial crisis. This sparked recession fears and inspired fresh calls from Trump for the Federal Reserve to cut rates.
- Investors dumped Argentine assets after primary elections in which President Macri was defeated. The Peso weakened by over 20% against the USD and traders are pricing in a 75% probability that Argentina will default within the next 5 years.
- A highlight this week will be the G7 summit in Biarritz, France at which issues such as technology, trade and the IMF (including the succession of Christine Lagarde) will be addressed.

### EQUITIES (local currency, price change)

|                      | Last Price | 5 days | YTD   |       | 5 Years |
|----------------------|------------|--------|-------|-------|---------|
|                      |            |        | Local | EUR   |         |
| <b>US</b>            |            |        |       |       |         |
| S&P 500              | 2 889      | -1.0%  | 15.2% | 19.0% | 47.8%   |
| Nasdaq               | 7 896      | -0.8%  | 19.0% | 22.9% | 76.8%   |
| Dow Jones            | 25 886     | -1.5%  | 11.0% | 14.6% | 55.4%   |
| <b>Europe</b>        |            |        |       |       |         |
| Stoxx 50             | 3 329      | -0.1%  | 10.9% | 10.9% | 9.7%    |
| DAX                  | 11 563     | -1.1%  | 9.5%  | 9.5%  | 27.2%   |
| CAC                  | 5 301      | -0.5%  | 12.1% | 12.1% | 27.0%   |
| FTSE                 | 7 117      | -1.9%  | 5.8%  | 4.2%  | 6.4%    |
| AEX                  | 542        | -0.1%  | 11.1% | 11.1% | 37.1%   |
| BEL 20               | 3 498      | -1.0%  | 7.9%  | 7.9%  | 12.6%   |
| SMI                  | 9 728      | -0.2%  | 15.4% | 19.7% | 16.3%   |
| <b>EM &amp; Asia</b> |            |        |       |       |         |
| Nikkei 225           | 20 419     | -1.3%  | 2.0%  | 9.3%  | 33.3%   |
| Hang Seng            | 25 734     | -0.8%  | -0.4% | 2.7%  | 3.1%    |
| India                | 37 350     | -0.6%  | 3.6%  | 4.6%  | 43.1%   |
| Russia               | 2 615      | -2.4%  | 10.4% | 19.1% | 84.5%   |
| Brazil               | 99 806     | -4.0%  | 13.6% | 13.5% | 75.2%   |

### FIXED INCOME (local currency, total return)

|                  | Yield | 5 days | YTD   | 5 Years |           |
|------------------|-------|--------|-------|---------|-----------|
|                  |       |        |       |         | <b>US</b> |
| Government       | 1.57  | 1.3%   | 8.5%  | 15.6%   |           |
| Investment Grade | 2.79  | 1.2%   | 12.7% | 23.7%   |           |
| High Yield       | 6.14  | -0.2%  | 9.7%  | 25.9%   |           |
| <b>Europe</b>    |       |        |       |         |           |
| Government       | -     | 0.11   | 1.4%  | 9.4%    | 19.8%     |
| Investment Grade | 0.28  | 0.2%   | 7.3%  | 15.6%   |           |
| High Yield       | 3.78  | -0.2%  | 8.0%  | 23.8%   |           |
| <b>EM</b>        |       |        |       |         |           |
| Global HC USD    | 4.50  | -0.6%  | 10.3% | 26.9%   |           |

### EUR VERSUS MAJOR CURRENCIES

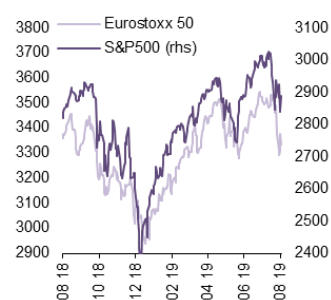
|     | Last   | 5 days | YTD   | 5 Years |
|-----|--------|--------|-------|---------|
| USD | 1.11   | -1.0%  | -3.3% | -14.2%  |
| JPY | 117.96 | -0.4%  | -6.3% | 17.2%   |
| CHF | 1.09   | -0.4%  | -3.6% | -10.3%  |
| GBP | 0.91   | -2.0%  | 1.6%  | 14.5%   |

### COMMODITIES

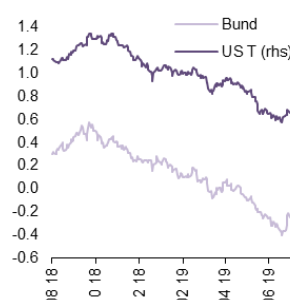
|             | Last     | 5 days | YTD   |       | 5 Years |
|-------------|----------|--------|-------|-------|---------|
|             |          |        | USD   | EUR   |         |
| WTI         | 54.87    | 0.7%   | 20.8% | 24.7% | -40.3%  |
| Gold        | 1 513.38 | 1.4%   | 18.0% | 21.8% | -14.2%  |
| Base Metals | 177.52   | 0.7%   | -0.2% | -0.2% | -19.7%  |

## Charts of the week

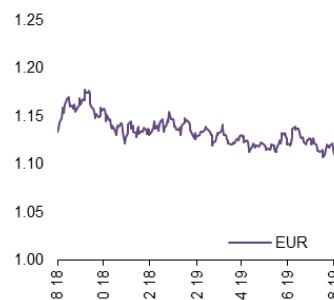
Equities (price, local currency)



Bonds (Yield)



EUR vs. USD



Oil price (USD)



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Banque Internationale à Luxembourg SA  
69 route d'Esch, L-2953 Luxembourg  
RCS Luxembourg B-6307  
T (+352) 4590-1 • F (+352) 4590-2010  
contact@bil.com • www.bil.com



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INTERNATIONALE  
À LUXEMBOURG