

News highlights

- Risk assets soared last week on green shoots of economic recovery, higher than expected stimulus from the ECB and Germany and successful ongoing re-openings paving the way to normalcy.
- Inside equity markets, the rally in cyclicals, value and small caps continued to suggest a rotation into an early cycle regime, while European equity markets enjoyed the game changing perspective of the proposed EU Recovery Fund.
- May's US jobless rate fell to 13.3% with employers adding 2.5 million jobs, defying gravity and blowing expectations out of the water. If recessions end when the economy begins to grow, that would make the current recession the deepest but also the shortest on record. Job gains will help calm fears about a second-effect negative feedback loop in which the impact of jobs lost from lockdowns would cascade into every part of the system, seeding an economic confidence shock.
- The European Central Bank (ECB) boosted its pandemic emergency bond purchases by another €600 billion and extended the program until at least June 2021, while Germany added another €130 billion in new spending and economic stimulus.
- Another round of UK-EU talks proved fruitless in making progress on the terms and conditions of Brexit, with both sides still greatly divided on core topics in front of the looming deadline to request an extension at the end of the month.
- The risk-on momentum pushed yields on US Treasuries and the German Bund sharply higher, while gold fell, oil climbed and the dollar slumped.

EQUITIES (local currency, price change)

	Last Price	5 days	YTD		5 Years
			Local	EUR	
US					
S&P 500	3 194	4.9%	-1.1%	-1.7%	52.6%
Nasdaq	9 814	3.4%	9.4%	8.8%	93.6%
Dow Jones	27 111	6.8%	-5.0%	-5.5%	51.9%
Europe					
Stoxx 50	3 384	11.0%	-9.6%	-9.6%	-3.6%
DAX	12 848	10.9%	-3.0%	-3.0%	14.7%
CAC	5 198	10.7%	-13.1%	-13.1%	5.6%
FTSE	6 484	6.7%	-14.0%	-18.3%	-4.7%
AEX	573	7.6%	-5.3%	-5.3%	19.5%
BEL 20	3 540	10.5%	-10.5%	-10.5%	-2.9%
SMI	10 190	3.7%	-4.0%	-4.1%	11.9%
EM & Asia					
Nikkei 225	22 864	4.5%	-3.4%	-4.8%	11.7%
Hang Seng	24 770	7.9%	-12.1%	-12.2%	-9.1%
India	34 287	5.7%	-16.9%	-22.1%	28.1%
Russia	2 793	2.1%	-8.3%	-17.8%	69.0%
Brazil	94 637	8.3%	-18.2%	-34.3%	78.7%

FIXED INCOME (local currency, total return)

	Yield	5 days	YTD	5 Years
US				
Government	0.66	-1.5%	7.0%	20.7%
Investment Grade	2.21	0.4%	3.3%	29.0%
High Yield	6.06	3.1%	-1.8%	28.0%
Europe				
Government	0.20	-0.7%	0.3%	14.0%
Investment Grade	0.87	1.2%	-1.3%	11.4%
High Yield	5.09	3.0%	-4.3%	17.6%
EM				
Global HC USD	4.47	1.5%	-1.5%	26.9%

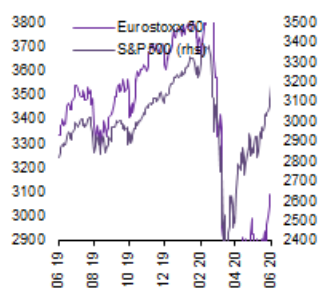
EUR VERSUS MAJOR CURRENCIES

	Last	5 days	YTD	5 Years
USD	1.13	1.7%	0.7%	-12.7%
JPY	123.71	3.3%	1.6%	22.9%
CHF	1.09	1.8%	0.1%	-10.2%
GBP	0.89	-0.9%	5.4%	11.8%

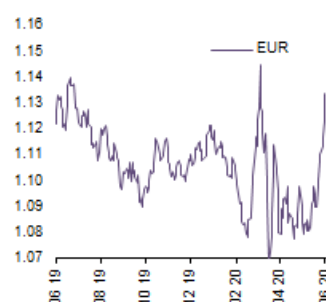
COMMODITIES

	Last	5 days	YTD	5 Years
			USD	EUR

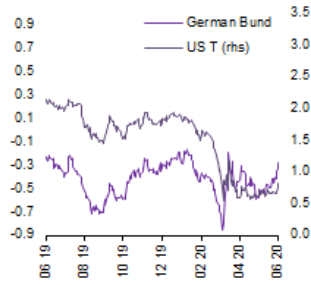
Equities (price, local currency)



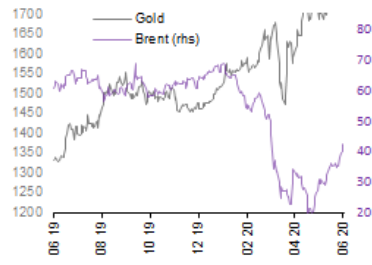
EUR vs. USD



Bonds (Yield)



Gold & Brent (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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