Global equities fell last month as the protracted U.S. – China trade war again took center stage before worries about the health of the global economy intensified. The Chinese yuan notably fell below the 7-per-dollar level for the first time in more than a decade, a sign that Beijing might be willing to tolerate further currency weakness in the face of the escalating trade dispute. President Trump also demanded that American companies seek alternatives to doing business with China after a series of tit-for-tat tariff increases. Short and long-dated U.S. Treasury yields inverted for the first time in 12 years, a potential signal of a looming recession, which subsequently caused investors to flee equities in search for safer assets. Federal Reserve Chairman Powell struck a somewhat dovish tone at the annual Jackson Hole Symposium where he highlighted risks to the global economy including slowing growth, trade policy uncertainty, and muted inflation. Economic data from Germany revealed a contraction in its second quarter GDP in addition to weakness in the manufacturing sector. Geopolitical events, such as the ongoing protests in Hong Kong and Brexit negotiations, showing no signs of improvement also weighed in on sentiment.

GLOBAL EQUITY BENCHMARK INDICES

	Last Price	MTD %	YTD %	△30D Vol
World	1248.43	-2.57%	12.11%	0.00%
Developed	2138.52	-2.24%	13.52%	0.00%
Emerging	984.33	-5.08%	1.92%	0.00%
Frontier	2617.43	-6.27%	5.24%	0.00%
Europe	127.82	-1.74%	11.92%	0.00%
Latin America	2600.89	-8.54%	1.36%	0.00%
Asia Pacific	153.13	-3.36%	4.38%	0.00%

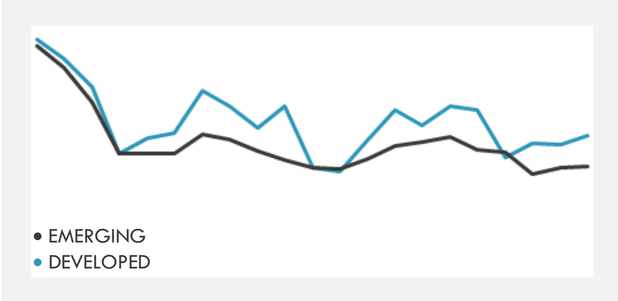
INTERNATIONAL EQUITY INDICES

	Last Price	MTD %	YTD %	△30D Vol
EuroStoxx 50	3426.76	-1.16%	14.17%	0.00%
FTSE 100	7207.18	-5.00%	7.12%	0.00%
CAC 40	5480.48	-0.70%	15.85%	0.00%
DAX	11939.28	-2.05%	13.07%	0.00%
Swiss SMI	9895.65	-0.24%	17.40%	0.00%
Nikkei 225	20704.37	-3.80%	3.45%	0.00%
CSI 300	3799.59	-0.93%	26.20%	0.00%

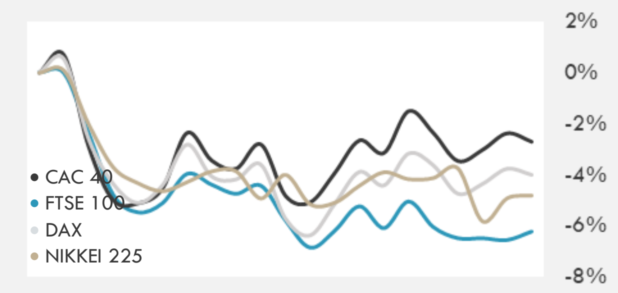
S&P 500 IN FOCUS

	Last Price	MTD %	YTD %	△30D Vol
S&P Indices				
S&P 500	2926.46	-1.81%	16.74%	12.02%
S&P Value	1136.73	-2.87%	13.71%	12.74%
S&P Growth	1806.26	-0.89%	19.46%	11.16%
Sectors Indices				
Discretionary	940.469	-0.014	0.203	0.126
Staples	621.270	0.016	0.190	0.060
Energy	422.090	-0.087	-0.005	0.108
Financials	445.650	-0.051	0.126	0.135
Healthcare	1046.740	-0.007	0.046	0.079
Industrials	636.240	-0.029	0.174	0.089
IT	1393.250	-0.017	0.280	0.133
Materials	354.280	-0.031	0.119	0.091
Telecom	166.580	-0.015	0.200	0.081
Utilities	315.970	0.047	0.176	0.001
Real Estate	242.440	0.046	0.260	-0.004

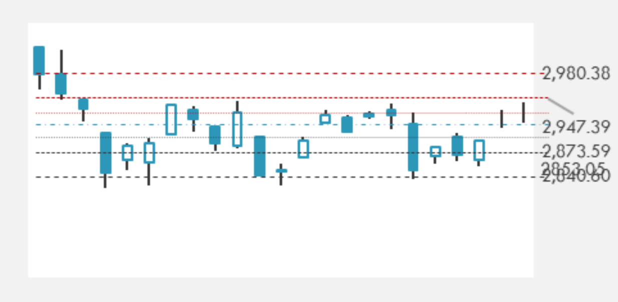
DEVELOPED VS EMERGING - MONTH TO DATE



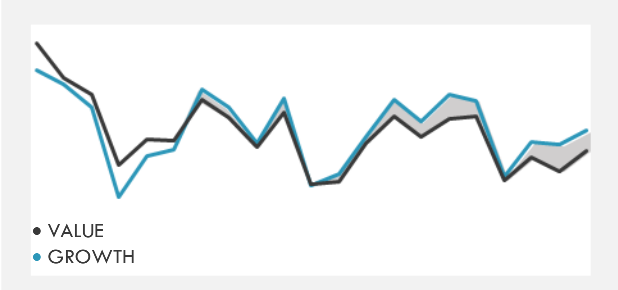
INTERNATIONAL EQUITY - MONTH TO DATE



S&P 500 SUPPORT & RESISTANCE



S&P VALUE VS GROWTH

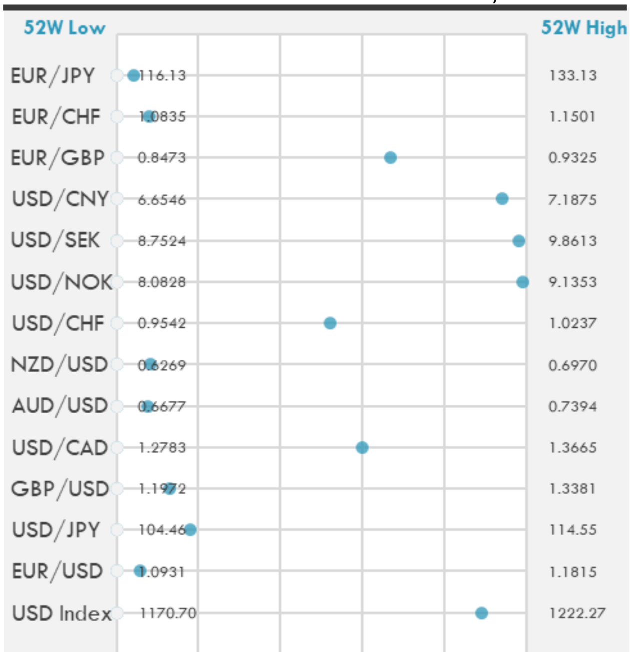


The U.S. dollar edged higher as risks to the global economy and markets have increased following a renewed escalation in US-China trade tensions. Further, the yield curve inversion foreshadowed a recession is coming. The Fed Chair Powell's speech in Jackson Hole implied series of downside risks but did not mention any measures. The trade rhetoric and recession fears have led money flow into the Japanese Yen and Swiss Franc. With increasing downside risks, the hurdles for new easing measures in the European Union have decreased, the European Central Bank may prepare another round of easing, probably at the 12 September or lower its deposit rate in September and October, putting further pressure on the euro. In the UK, new Prime Minister Johnson has increased the odds of a hard Brexit while domestic economic data has remained weak, this will continue to weigh on the British pound. The Argentine peso was the worst performing currency last month as the Argentine government requested an extension to its maturing debt which was considered as a type of default and subsequently imposed capital control measures. Looking forward, focus remains on the U.S.—China trade war as well as the slowdown in Eurozone.

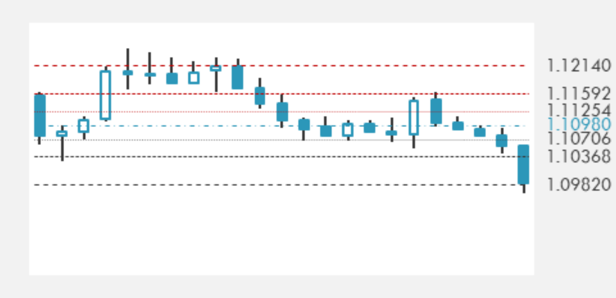
FOREIGN EXCHANGE PERFORMANCE

	Last Price	MTD %	△30D Vol	25△RR
Major Indices				
USD Index	1216.62	0.64%	-0.13%	-
EUR/USD	1.0982	-0.85%	-0.13%	-0.428
USD/JPY	106.28	-2.30%	-0.08%	-0.940
GBP/USD	1.2156	-0.02%	0.28%	-0.260
USD/CAD	1.3311	0.91%	0.00%	0.375
AUD/USD	0.6733	-1.64%	-0.09%	-0.778
NZD/USD	0.6328	-3.52%	-0.30%	-0.658
USD/CHF	0.9904	-0.36%	-0.05%	-0.705
USD/NOK	9.1249	2.95%	-0.29%	0.525
USD/SEK	9.8404	1.81%	-0.20%	0.370
USD/CNY	7.1565	4.00%	-0.06%	-0.208
Major EUR Cross Rate				
EUR/GBP	0.90415	-0.76%	0.01%	0.128
EUR/CHF	1.0888	-1.12%	0.00%	-0.645
EUR/JPY	116.83	-3.02%	0.04%	-1.023

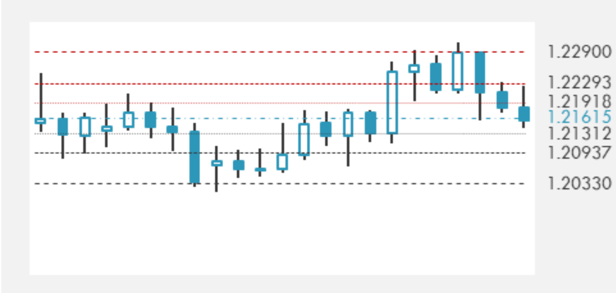
DISTANCE FROM 52 WEEKS LOW/HIGH



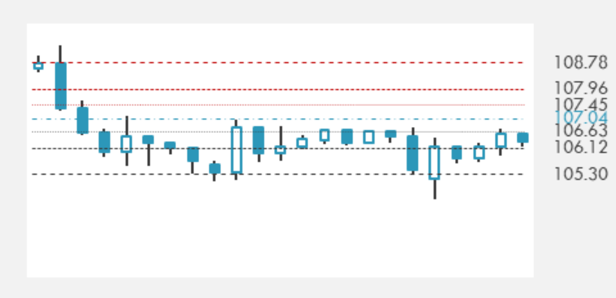
EUR/USD 1 MONTH SUPPORT & RESISTANCE



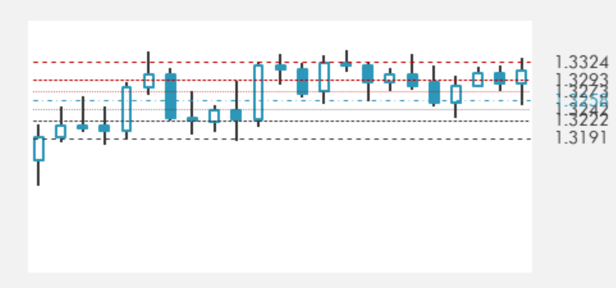
GBP/USD 1 MONTH SUPPORT & RESISTANCE



USD/JPY 1 MONTH SUPPORT & RESISTANCE



USD/CAD 1 MONTH SUPPORT & RESISTANCE



U.S. Treasury yields steadily fell as trade worries roiled financial markets following an escalation of tensions between the U.S and China and as worries about an economic slowdown materialized. Among the most notable events was the inversion of the yield curve which saw 2-year yields rise above 10-year yields. Consequently, 30-year Treasury yields fell to a record low this month while 10-year Treasury yields similarly fell to their lowest levels in three years. Federal Reserve Chairman Powell indicated that the central bank will continue to act accordingly to sustain the expansion, signaling that the Federal Reserve "will be appropriate to tilt policy one way or another because of prominent risks". Expectations of a September rate cut subsequently rose, further pressuring yields. Core Eurozone government bond yields continued to fall, with the benchmark German 10-year yield reaching record lows. The European Central Bank's Rehn signaled that a significant easing package was needed in September in the wake of disappointing economic data in Europe, most importantly a contraction in the German economy for the second quarter. Brexit also played a part, as the suspension of parliament until September by new Prime Minister Johnson sparked additional safe-haven demand.

GLOBAL BOND INDICES

	Yield	△Yield (in Bps)
Benchmark Indices		
US 10 Years Benchmark	1.496	-0.518
EU 10 Years Benchmark	-0.700	-0.260
UK 10 Years Benchmark	0.479	-0.132
Sovereign Bonds		
US Treasury Bond	1.582	-0.432
Eurozone Sovereign Bond	-0.374	-0.201
U.K. Sovereign Bond	-0.296	-0.085
Japan Sovereign Bond	0.333	-0.05
Corporate Bonds		
US Investment Grade Bond	2.814	-0.342
US High Yield Bond	5.723	-0.160
EUR Investment Grade Bond	0.235	-0.097
EUR High Yield Bond	3.780	-0.089
USD Emerging Market IG & HY	4.924	0.118

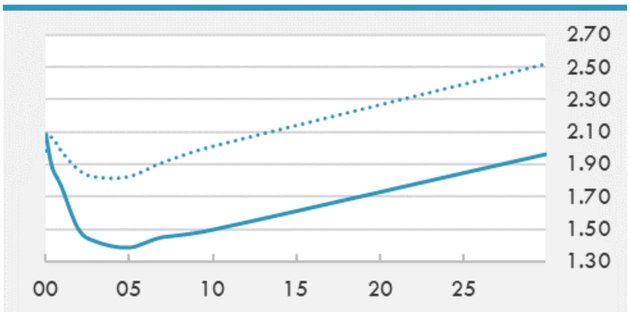
OVERNIGHT RATES - SWAPS

	Rate	△Rate (in Bps)
3M USD LIBOR	2.138	-0.128
3M EUR EURIBOR	-0.433	-0.058
3M GBP LIBOR	0.759	-0.013
3Y USD SWAP	1.395	-0.437
5Y USD SWAP	1.319	-0.485
10Y USD SWAP	1.382	-0.564
30Y USD SWAP	1.544	-0.619

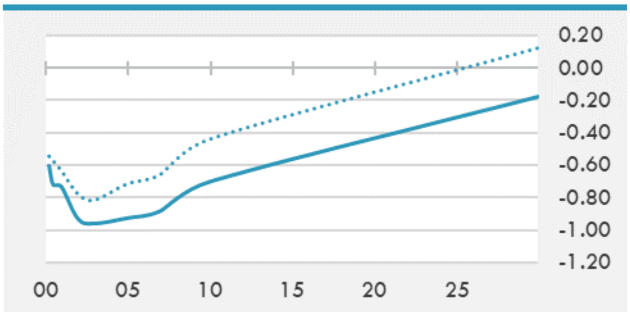
FIXED INCOME SPREADS

	Spread	△Spread (in Bps)
USD 3M vs 10Y Spread	-0.493	-0.438
USD 2Y vs 10Y Spread	-0.014	-0.154
USD IG Spread	1.480	0.080
USD HY Spread	4.220	0.380
EU vs US 10Y Spread	-2.196	0.262
EU vs US 2Y Spread	-2.431	0.160
EM vs Benchmark Spread	2.833	0.374

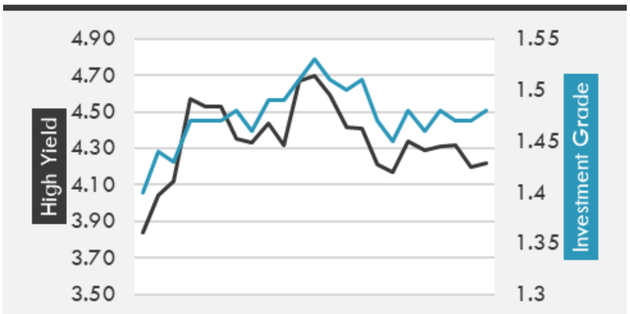
US TREASURIES YIELD CURVE - 1 MONTH



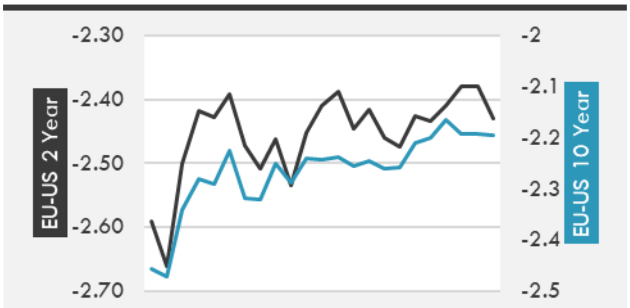
EUR GENERIC YIELD CURVE - 1 MONTH



USD CORPORATES - 1 MONTH SPREAD



EU VS US - 1 MONTH SPREAD



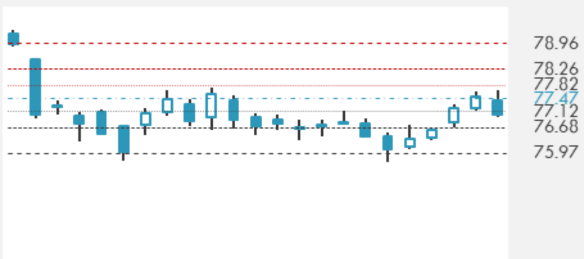
GLOBAL COMMODITIES MARKET

	Last Price	MTD %
Commodity Index	77.00	-2.48%
Energy		
WTI Crude Future	55.1	-6.02%
Brent Crude Future	59.25	-8.21%
NYMEX Gasoline	152.97	-10.35%
NYMEX Heat Oil	183.73	-7.08%
ICE Gasoil	561	-7.08%
NYMEX Natural Gas	2.285	1.56%
Precious Metals		
Gold Spot $/Oz	1520.38	7.54%
Silver Spot $/Oz	18.3759	12.98%
Platinum Spot $/Oz	933.76	7.98%
Palladium Spot $/Oz	1533.56	0.90%
Gold Future	1529.4	6.37%
Silver Future	18.342	10.94%
Platinum Future	931.7	0.00%
Palladium Future	1539.2	0.00%
Base Metals		
LME Aluminum	1753	-2.56%
LME Copper	5652	-4.64%
LME Zinc	2205	-9.78%
LME Nickel	17900	23.53%
LME Lead	2017	0.35%
LME Tin	16350	-5.57%
Agricultural		
Corn CBT	369.75	-9.82%
Wheat CBT	462.5	-6.23%
Soybeans CBT	869	-1.42%
Bean Meal CBT	295.3	-3.31%
Rough Rice CBT	11.955	-1.60%
MDE Palm Oil	2234	7.92%
Soybean CBT	28.81	2.05%
Coffee ICE	96.85	-6.24%
Sugar #11 ICE	11.14	-8.76%
Cotton #2 ICE	58.83	-7.85%
Cocoa ICE	2222	-7.42%
Ethanol CME	1.357	-7.44%
Lumber CME	371	7.72%
Orange Juice ICE	103.75	-2.26%
Live Cattle CME	98.925	-8.10%
Feeder Cattle CME	130.8	-8.24%
Lean Hogs CME	63.525	-10.53%

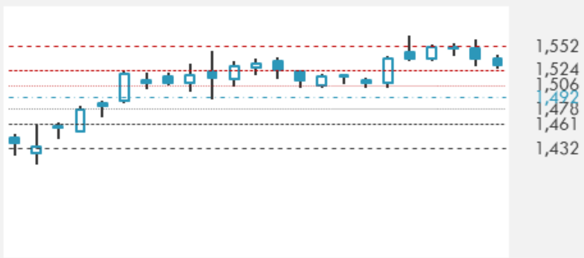
Oil prices were pressured due to escalating trade tensions, weaker economic outlook, lower demand and higher shale growth that could offset OPEC's efforts to support the market. A second drone attack on a Saudi Arabian oil field within three months brought geopolitical risks back into focus, displacing recession worries and concerns about lower oil demand growth. However, an Energy Information Administration inventory report indicating that U.S. crude oil stockpiles fell by 10 million barrels during the week ending August 23 supported the market, helping prices to recover. Focus remains on the trade war between the U.S. and China while regional tensions in the Middle East are likely to weigh in. Reuters recently reported that oil product sales from Iran remain strong at nearly $500 million a month, with oil minister Zanganeh stating that "in exports of products we have no problem".

Gold prices rose steadily throughout the month as the U.S. and China ramped up the trade rhetoric, announcing new rounds of tariffs and retaliatory measures, in turn sparking demand for safe-haven assets. Furthermore, demand for government bonds pushed down global yields, stoking additional demand for bullion. Political uncertainty, including Brexit and the ongoing Hong Kong protests, weighed in. Silver prices also logged in a strong monthly gain.

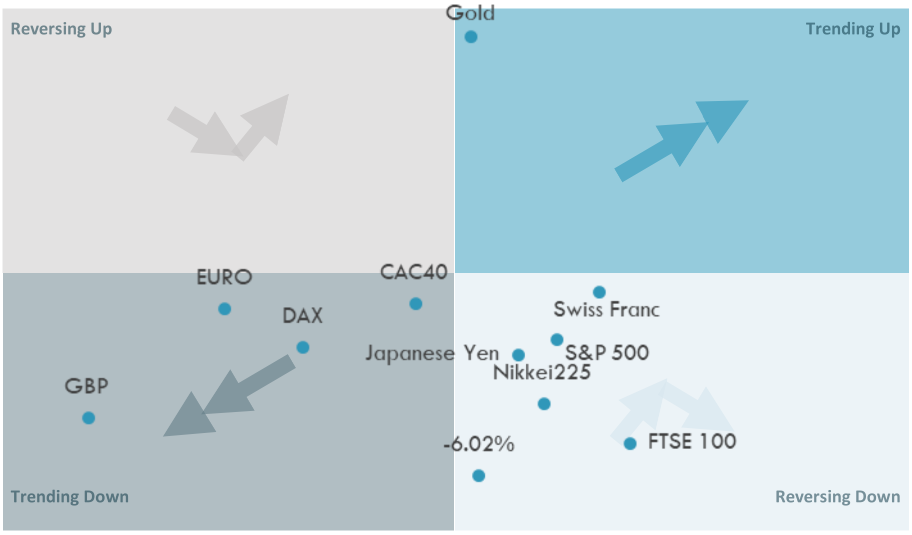
COMMODITY INDEX SUPPORT & RESISTANCE



GOLD 1 MONTH SUPPORT & RESISTANCE



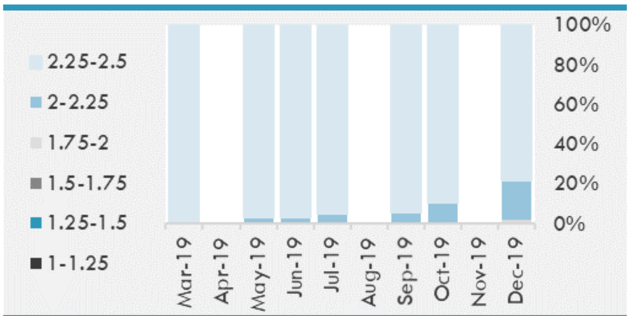
KEY ASSETS TRENDS



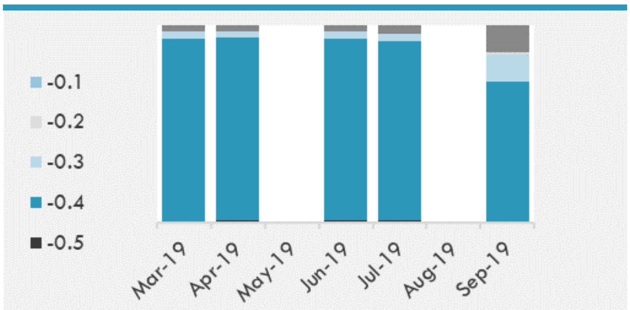
* *Monthly trends are calculated based on the last two-month period*

CENTRAL BANKS WATCH - IMPLIED RATES PROBABILITIES

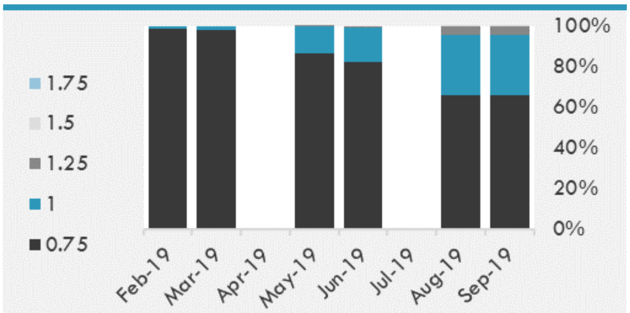
FEDERAL RESERVE



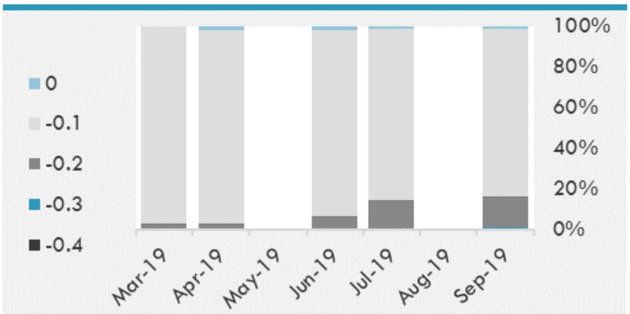
EUROPEAN CENTRAL BANK



BANK OF ENGLAND



BANK OF JAPAN



FEAR BAROMETERS

LOW FEAR **HIGH FEAR**

The CS Fear Barometer measures investor sentiment for 3-month investment horizons by pricing a zero-cost collar. The higher the level, the greater the fear.

LOW VOLATILITY **HIGH VOLATILITY**

The Chicago Board Options Exchange Volatility Index reflects a market estimate of future volatility, based on the weighted average of the implied volatilities for a wide range of strikes.

KEY ECONOMIC INDICATORS

Country	Event	Date
Canada	Bank of Canada Rate Decision	09/04/2019 17:00
China	CPI YoY	09/10/2019 4:30
Eurozone	ECB Main Refinancing Rate	09/12/2019 14:45
France	Markit France Manufacturing PMI	09/23/19 10:15
Germany	IFO Business Climate	09/24/19 11:00
Germany	ZEW Survey Expectations	09/17/19 12:00
Italy	Manufacturing Confidence	09/27/19 11:00
Japan	Industrial Production MoM	09/13/19 07:30
Japan	Industrial Production MoM	09/30/19 02:50
Japan	GDP SA QoQ	09/09/2019 2:50
Japan	GDP Annualized SA QoQ	09/09/2019 2:50
United Kingdom	Bank of England Bank Rate	09/19/19 14:00
United Kingdom	GDP QoQ	09/30/19 11:30
United Kingdom	GDP YoY	09/30/19 11:30
United States	Change in Nonfarm Payrolls	09/06/2019 15:30
United States	Initial Jobless Claims	09/05/2019 15:30
United States	Initial Jobless Claims	09/12/2019 15:30
United States	Initial Jobless Claims	09/19/19 15:30
United States	Initial Jobless Claims	09/26/19 15:30
United States	FOMC Rate Decision (Upper Bound)	09/18/19 21:00
United States	GDP Annualized QoQ	09/26/19 15:30
United States	CPI MoM	09/12/2019 15:30
United States	DOE U.S. Crude Oil Inventories	09/05/2019 18:00
United States	DOE U.S. Crude Oil Inventories	09/11/2019 17:30
United States	DOE U.S. Crude Oil Inventories	09/18/19 17:30

Banque BEMO sal

Wealth & Investment Management research@bemobank.com

Head Office - Private and Corporate Banking

96 Pasteur Building, Pasteur Street, Medawar Area, P.O. Box: 16-6353, Beirut - Lebanon

Tel: + 961 1 568 250 Fax: + 961 1 568 266

General Management

Beirut Central District Riad El Solh Square, Esseily Building Bloc A, 7th Floor Beirut - Lebanon

Tel: + 961 1 992 600 Fax: + 961 1 983 368

www.bemobank.com

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