

U.S. equities ended higher, supported throughout the month by expectations of an interest rate cut following Federal Reserve Chairman Powell's Congress testimony where he indicated that the central bank stands ready to "act as appropriate" to sustain the economic expansion. Positive earnings for a majority of the companies making up the S&P 500 and Nasdaq Composite sustained the rise as several big names reported solid results. A hawkish statement from the Federal Reserve upon the conclusion of its two-day policy meeting culminated in an interest rate cut of 25 basis points. Equities pared some gains after Chairman Powell explicitly stated that this is not the begin-

ning of a long series of rate cuts. European equities ended lower, pressured by a series of disappointing economic releases from core Eurozone economies such as Germany and France as the slowdown Europe becomes more pronounced. Furthermore, European companies reported a mixed batch of earnings. The European Central Bank signaled monetary policy easing ahead, but disappointed investors who sought more clarity on its action to stimulate a slowing economy. Focus remains on the trade talks between the U.S.—China and potential U.S.—E.U. trade talks, in addition to any developments in the U.K. with respect to Brexit under new Prime Minister Boris Johnson.

### GLOBAL EQUITY BENCHMARK INDICES

|               | Last Price | MTD %  | YTD %  | Δ30D Vol |
|---------------|------------|--------|--------|----------|
| World         | 1281.33    | 0.18%  | 15.07% | -3.73%   |
| Developed     | 2187.56    | 0.42%  | 16.12% | -3.98%   |
| Emerging      | 1037.01    | -1.69% | 7.38%  | -3.43%   |
| Frontier      | 2792.39    | 0.23%  | 12.28% | -1.52%   |
| Europe        | 130.09     | 0.25%  | 13.91% | -2.35%   |
| Latin America | 2843.65    | 0.00%  | 10.82% | -3.04%   |
| Asia Pacific  | 158.45     | -1.00% | 8.01%  | -0.95%   |

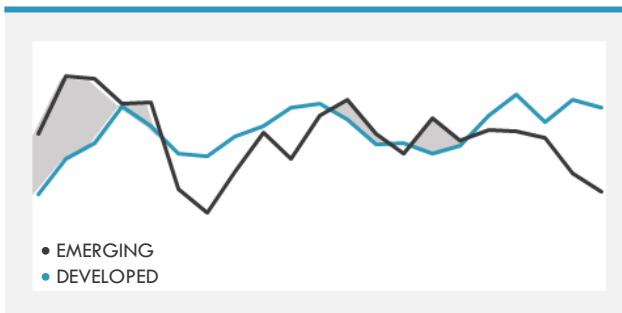
### INTERNATIONAL EQUITY INDICES

|              | Last Price | MTD %  | YTD %  | Δ30D Vol |
|--------------|------------|--------|--------|----------|
| EuroStoxx 50 | 3466.85    | -0.20% | 15.51% | -3.29%   |
| FTSE 100     | 7586.78    | 2.17%  | 12.76% | 0.18%    |
| CAC 40       | 5518.9     | -0.36% | 16.66% | -4.54%   |
| DAX          | 12189.04   | -1.69% | 15.44% | -2.40%   |
| Swiss SMI    | 9919.27    | 0.21%  | 17.68% | -0.17%   |
| Nikkei 225   | 21521.53   | 1.15%  | 7.53%  | 0.78%    |
| CSI 300      | 3835.36    | 0.26%  | 27.39% | -3.20%   |

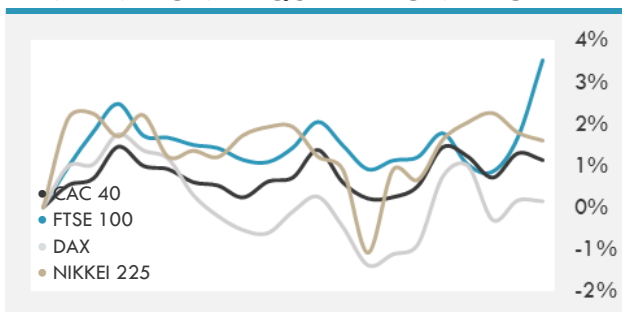
### S&P 500 IN FOCUS

|                        | Last Price | MTD %  | YTD %  | Δ30D Vol |
|------------------------|------------|--------|--------|----------|
| <b>S&amp;P Indices</b> |            |        |        |          |
| S&P 500                | 2980.38    | 1.31%  | 18.89% | -3.47%   |
| S&P Value              | 1170.35    | 1.61%  | 17.07% | -4.27%   |
| S&P Growth             | 1822.41    | 1.06%  | 20.53% | -3.35%   |
| <b>Sectors Indices</b> |            |        |        |          |
| Discretionary          | 954.0943   | 0.90%  | 22.08% | -4.84%   |
| Staples                | 611.23     | 2.33%  | 17.12% | -0.28%   |
| Energy                 | 462.47     | -1.87% | 9.06%  | -5.77%   |
| Financials             | 469.45     | 2.29%  | 18.58% | -3.88%   |
| Healthcare             | 1054.04    | -1.72% | 5.28%  | -1.65%   |
| Industrials            | 655.57     | 0.60%  | 20.92% | -2.31%   |
| IT                     | 1417.35    | 3.26%  | 30.23% | -6.64%   |
| Materials              | 365.54     | -0.44% | 15.45% | -5.91%   |
| Telecom                | 169.18     | 3.01%  | 21.90% | -1.33%   |
| Utilities              | 301.9      | -0.38% | 12.39% | -3.14%   |
| Real Estate            | 231.76     | 1.69%  | 20.48% | -0.58%   |

### DEVELOPED VS EMERGING - MONTH TO DATE



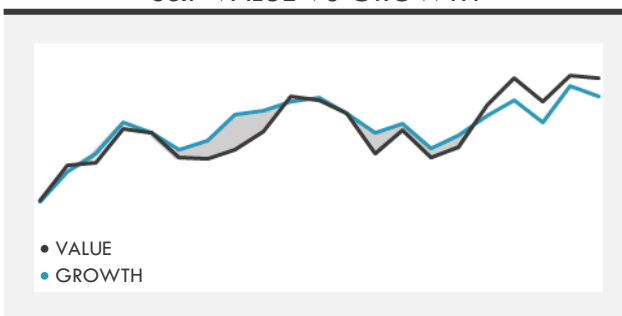
### INTERNATIONAL EQUITY - MONTH TO DATE



### S&P 500 SUPPORT & RESISTANCE



### S&P VALUE VS GROWTH



The U.S. dollar gradually rose against its peers, with the rise primarily attributed to domestic economic factors and some weakness in other currencies which provided support. Payrolls data revealing that job growth rebounded strongly in June, coupled with surprisingly strong growth in June retail sales, trimmed expectations that the Federal Reserve would embark on an aggressive interest rate cut with markets subsequently pricing in a 25 basis point cut as opposed to 50 basis points. Furthermore, President Trump and U.S. lawmakers reached a two-year deal that raises the limits on government borrowing to cover spend-

ing. The euro fell against the U.S. dollar as fears about the Eurozone's economy became more pronounced with the ECB announcing a fresh round of stimulus in the midst of weak economic figures from both Germany and France. German economic and business sentiment indicators fell along with retail sales and industrial production figures. The British pound fell as a slew of Brexit headlines steadily pressured sterling lower. Boris Johnson assumed the Premiership and voiced his determination to leave the EU by October 31st with or without a deal while simultaneously being rebuffed by the EU for additional negotiations.

### FOREIGN EXCHANGE PERFORMANCE

|                             | Last Price | MTD %  | Δ30D   | Vol 25ΔRR |
|-----------------------------|------------|--------|--------|-----------|
| <b>Major Indices</b>        |            |        |        |           |
| USD Index                   | 1208.85    | 1.85%  | -0.03% | -         |
| EUR/USD                     | 1.1076     | -2.61% | -0.46% | -0.555    |
| USD/JPY                     | 108.78     | 0.86%  | 0.12%  | -0.563    |
| GBP/USD                     | 1.2159     | -4.23% | -0.12% | -0.435    |
| USD/CAD                     | 1.3191     | 0.73%  | -0.01% | 0.128     |
| AUD/USD                     | 0.6845     | -2.49% | 0.00%  | -0.333    |
| NZD/USD                     | 0.6559     | -2.37% | 0.01%  | -0.303    |
| USD/CHF                     | 0.9940     | 1.81%  | -0.23% | -0.328    |
| USD/NOK                     | 8.8636     | 3.88%  | -0.35% | 0.505     |
| USD/SEK                     | 9.6652     | 4.10%  | -0.32% | 0.218     |
| USD/CNY                     | 6.8811     | 0.21%  | 0.00%  | -0.425    |
| <b>Major EUR Cross Rate</b> |            |        |        |           |
| EUR/GBP                     | 0.91105    | 1.70%  | -0.04% | 0.423     |
| EUR/CHF                     | 1.10114    | -0.83% | -0.04% | -0.558    |
| EUR/JPY                     | 120.47     | -1.79% | -0.52% | -0.730    |

### DISTANCE FROM 52 WEEKS LOW/HIGH

|           | 52W Low | 52W High |
|-----------|---------|----------|
| EUR/JPY   | 118.71  | 133.13   |
| EUR/CHF   | 1.0963  | 1.1572   |
| EUR/GBP   | 0.8473  | 0.9190   |
| USD/CNY   | 6.6546  | 6.9799   |
| USD/SEK   | 8.7524  | 9.7006   |
| USD/NOK   | 8.0828  | 8.8948   |
| USD/CHF   | 0.9542  | 1.0237   |
| NZD/USD   | 0.6425  | 0.6970   |
| AUD/USD   | 0.6741  | 0.7453   |
| USD/CAD   | 1.2783  | 1.3665   |
| GBP/USD   | 1.2101  | 1.3381   |
| USD/JPY   | 104.87  | 114.55   |
| EUR/USD   | 1.1034  | 1.1815   |
| USD Index | 1170.70 | 1216.06  |

### 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 fell, pressured lower by renewed safe-haven demand due to anxiety about slowing global economic growth and reduced optimism about the restart of U.S.-China trade talks. The release of domestic U.S. data also weighed in as inflation remained muted and weakness in the U.S. housing market was witnessed. Expectations of monetary policy easing persisted throughout the month, with the Federal Reserve eventually cutting interest rates by 25 basis points but indicated that this was not the start of a prolonged easing cycle. Eurozone government bond yields fell to record lows. Expectations of more stimulus under Christine Lagarde when she takes over from Mario

Draghi in November raised the prospect that global bond yields have room to fall before the ECB indicated that it is likely to cut rates in September and possibly resume quantitative easing. Economic indicators fed worries about the state of the Eurozone's economy with growth effectively halving in the April – June period. The Bank of Japan kept interest rates steady, refraining from expanding stimulus but did commit to doing so "without hesitation" if a global slowdown jeopardizes the country's economic recovery. Looking forward, focus remains on the global economy and whether measures taken by central banks will be effective to stimulate growth.

### GLOBAL BOND INDICES

|                             | Yield  | ΔYield (in Bps) |
|-----------------------------|--------|-----------------|
| <b>Benchmark Indices</b>    |        |                 |
| US 10 Years Benchmark       | 2.0144 | 0.009           |
| EU 10 Years Benchmark       | -0.44  | -0.113          |
| UK 10 Years Benchmark       | 0.611  | -0.222          |
| <b>Sovereign Bonds</b>      |        |                 |
| US Treasury Bond            | 2.014  | 0.091           |
| Eurozone Sovereign Bond     | -0.173 | -0.193          |
| U.K. Sovereign Bond         | -0.211 | 0.007           |
| Japan Sovereign Bond        | 0.383  | -0.249          |
| <b>Corporate Bonds</b>      |        |                 |
| US Investment Grade Bond    | 3.156  | -0.001          |
| US High Yield Bond          | 5.882  | 0.014           |
| EUR Investment Grade Bond   | 0.332  | -0.209          |
| EUR High Yield Bond         | 3.870  | -0.022          |
| USD Emerging Market IG & HY | 4.807  | -0.058          |

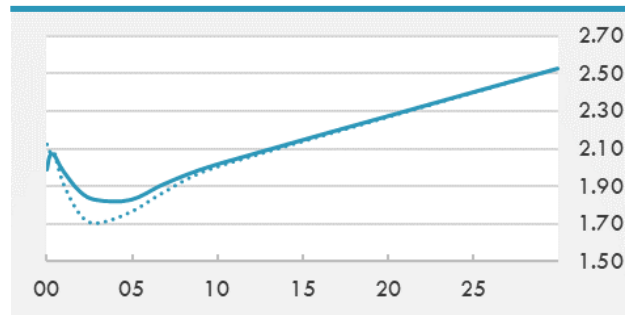
### OVERNIGHT RATES - SWAPS

|                | Rate   | ΔRate (in Bps) |
|----------------|--------|----------------|
| 3M USD LIBOR   | 2.253  | -0.067         |
| 3M EUR EURIBOR | -0.374 | -0.029         |
| 3M GBP LIBOR   | 0.772  | -0.002         |
| 3Y USD SWAP    | 1.832  | 0.089          |
| 5Y USD SWAP    | 1.803  | 0.038          |
| 10Y USD SWAP   | 1.946  | -0.019         |
| 30Y USD SWAP   | 2.163  | -0.051         |

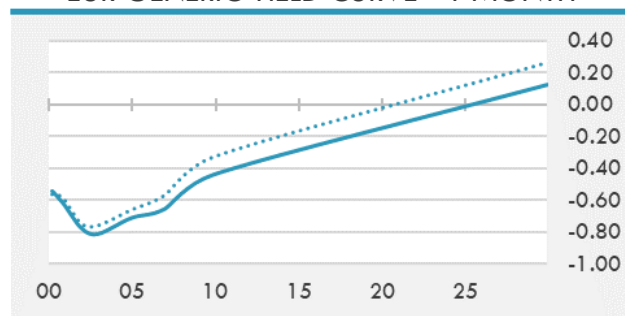
### FIXED INCOME SPREADS

|                        | Spread | ΔSpread (in Bps) |
|------------------------|--------|------------------|
| USD 3M vs 10Y Spread   | -0.055 | 0.040            |
| USD 2Y vs 10Y Spread   | 0.140  | -0.108           |
| USD IG Spread          | 1.400  | -0.070           |
| USD HY Spread          | 3.840  | -0.020           |
| EU vs US 10Y Spread    | -2.458 | -0.125           |
| EU vs US 2Y Spread     | -2.591 | -0.085           |
| EM vs Benchmark Spread | 2.459  | -0.101           |

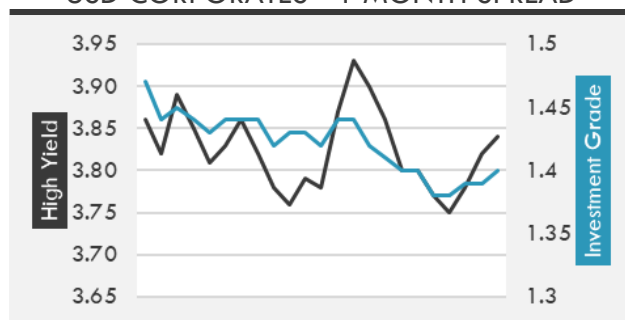
### US TREASURIES YIELD CURVE - 1 MONTH



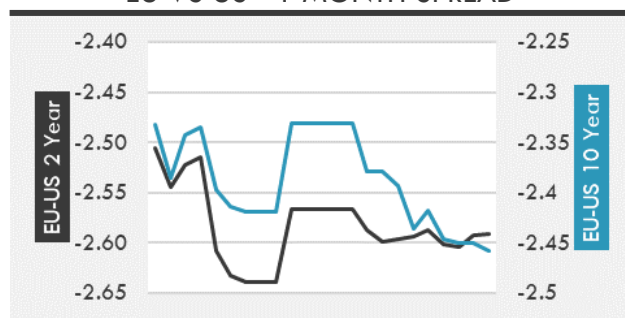
### EUR GENERIC YIELD CURVE - 1 MONTH



### USD CORPORATES - 1 MONTH SPREAD



### EU VS US - 1 MONTH SPREAD



**GLOBAL COMMODITIES MARKET**

|                 | Last Price | MTD %  |
|-----------------|------------|--------|
| Commodity Index | 78.96      | -0.87% |

**Energy**

|                    |        |        |
|--------------------|--------|--------|
| WTI Crude Future   | 58.58  | 0.10%  |
| Brent Crude Future | 65.05  | 1.09%  |
| NYMEX Gasoline     | 186.28 | 0.47%  |
| NYMEX Heat Oil     | 197.07 | 1.21%  |
| ICE Gasoil         | 601.75 | 0.71%  |
| NYMEX Natural Gas  | 2.233  | -2.15% |

**Precious Metals**

|                      |         |        |
|----------------------|---------|--------|
| Gold Spot \$/Oz      | 1413.78 | 0.30%  |
| Silver Spot \$/Oz    | 16.2645 | 6.20%  |
| Platinum Spot \$/Oz  | 864.75  | 3.59%  |
| Palladium Spot \$/Oz | 1519.91 | -1.15% |
| Gold Future          | 1437.8  | 0.89%  |
| Silver Future        | 16.405  | 6.94%  |
| Platinum Future      | 878.9   | 0.00%  |
| Palladium Future     | 1524.4  | 0.00%  |

**Base Metals**

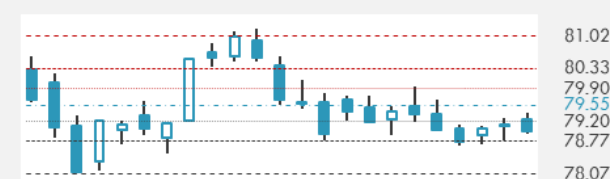
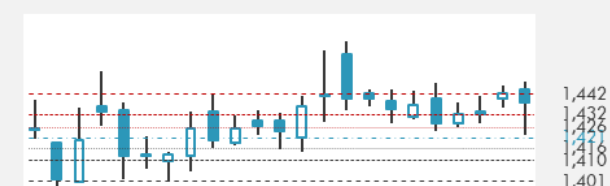
|              |       |        |
|--------------|-------|--------|
| LME Aluminum | 1799  | -0.06% |
| LME Copper   | 5927  | -1.10% |
| LME Zinc     | 2444  | -2.04% |
| LME Nickel   | 14490 | 14.18% |
| LME Lead     | 2010  | 4.04%  |
| LME Tin      | 17315 | -8.02% |

**Agricultural**

|                   |        |        |
|-------------------|--------|--------|
| Corn CBT          | 410    | -4.98% |
| Wheat CBT         | 487.25 | -7.59% |
| Soybeans CBT      | 881.5  | -4.50% |
| Bean Meal CBT     | 305.4  | -5.42% |
| Rough Rice CBT    | 11.945 | 3.20%  |
| MDE Palm Oil      | 2070   | 6.10%  |
| Soybean CBT       | 28.23  | -2.08% |
| Coffee ICE        | 99.65  | -8.95% |
| Sugar #11 ICE     | 12.21  | -3.25% |
| Cotton #2 ICE     | 63.84  | -3.39% |
| Cocoa ICE         | 2345   | -3.30% |
| Ethanol CME       | 1.455  | -4.72% |
| Lumber CME        | 343.9  | -8.32% |
| Orange Juice ICE  | 103.45 | -0.58% |
| Live Cattle CME   | 107.65 | 2.11%  |
| Feeder Cattle CME | 142.45 | 4.21%  |
| Lean Hogs CME     | 71     | 0.21%  |

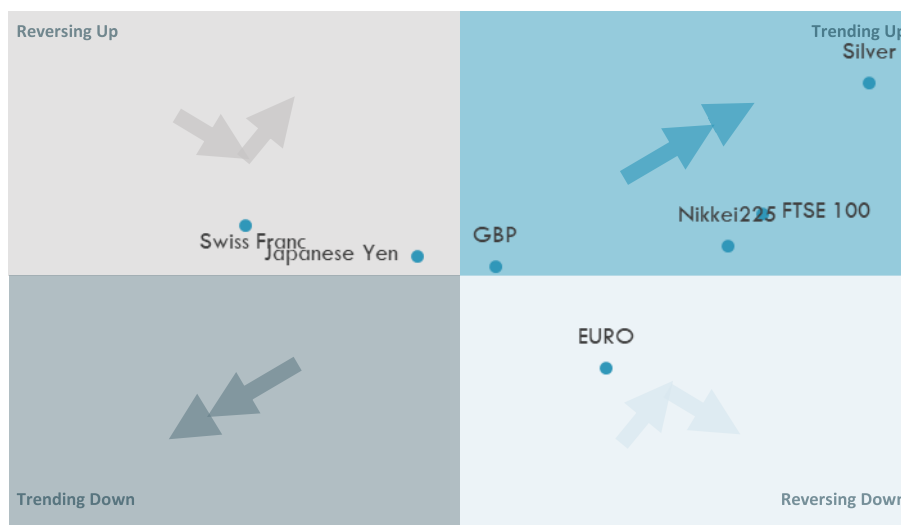
Oil prices ended slightly lower despite an increase in geopolitical tensions around the Strait of Hormuz, a key waterway in the world's oil shipping industry located in the Persian Gulf. Worries about a slowing global economy which subsequently would dent global energy demand surfaced. Weak manufacturing and factory data was evident as Chinese factory activity contracted for a third consecutive month while uncertainty surrounding the U.S. – China trade talks persisted, culminating in a threat by U.S. President Trump to raise additional tariffs. Crude was also pressured lower by U.S. government data revealing a continuous fall in domestic crude supplies while reports that U.S. Secretary of State Pompeo stating that Iran is ready to enter negotiations over its missile program, although Iranian officials denied these claims, temporarily eased some concerns about tensions between Washington and Tehran.

Gold prices rose throughout the month, largely driven by safe-haven demand and expectations that major central banks would be more accommodating as expectations of interest rate cuts make non-interest bearing assets such as bullion more attractive. Federal Reserve Chairman Powell struck a dovish tone in a testimony before Congress early in the month, hinting that the Federal Reserve is eyeing an interest rate cut. European Central Bank Draghi also pledged more stimulus to the Eurozone economy, stating that the economic outlook is getting worse, in addition to signaling that the central bank stands ready to cut interest rates deeper into negative territory this September. Looking forward, focus remains on monetary policy after the Federal Reserve's somewhat hawkish statement yesterday.

**COMMODITY INDEX SUPPORT & RESISTANCE**

**GOLD 1 MONTH SUPPORT & RESISTANCE**




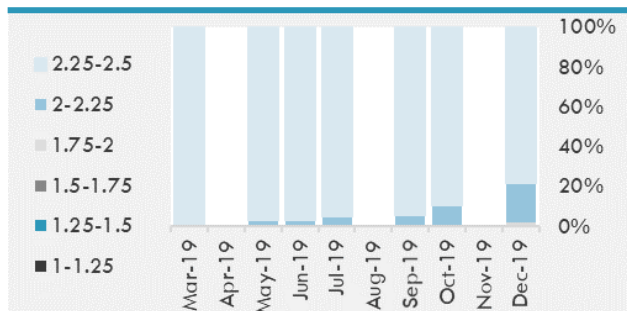
## KEY ASSETS TRENDS



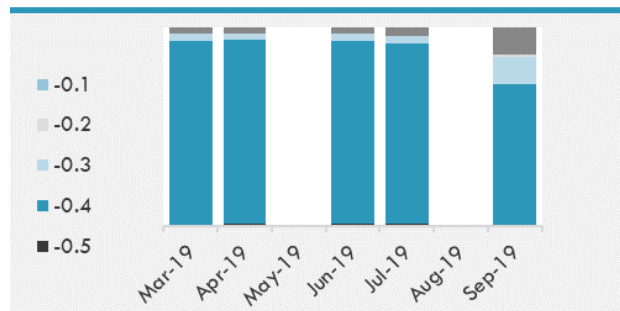
\* Monthly trends are calculated based on the last two-month period

## CENTRAL BANKS WATCH - IMPLIED RATES PROBABILITIES

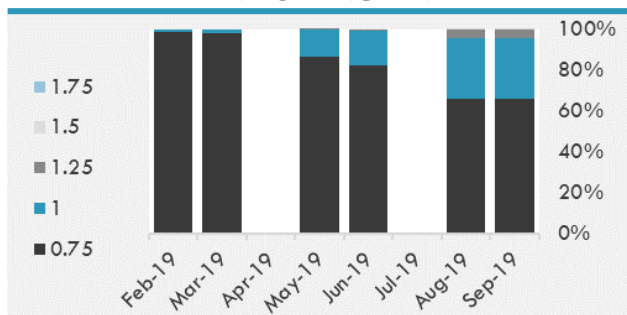
### FEDERAL RESERVE



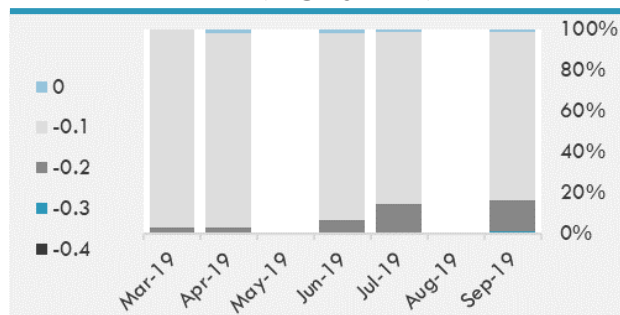
### EUROPEAN CENTRAL BANK



### 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             |
|----------------|---------------------------------|------------------|
| China          | CPI YoY                         | 08/09/2019 4:30  |
| France         | Markit France Manufacturing PMI | 08/01/2019 10:50 |
| France         | Markit France Manufacturing PMI | 08/22/19 10:15   |
| Germany        | IFO Business Climate            | 08/26/19 11:00   |
| Germany        | ZEW Survey Expectations         | 08/13/19 12:00   |
| Italy          | Manufacturing Confidence        | 08/28/19 11:00   |
| Japan          | Industrial Production MoM       | 08/15/19 07:30   |
| Japan          | Industrial Production MoM       | 08/30/19 02:50   |
| Japan          | Jobless Rate                    | 08/30/19 02:30   |
| Japan          | GDP SA QoQ                      | 08/09/2019 2:50  |
| Japan          | GDP Annualized SA QoQ           | 08/09/2019 2:50  |
| United Kingdom | Bank of England Bank Rate       | 08/01/2019 14:00 |
| United Kingdom | GDP QoQ                         | 08/09/2019 11:30 |
| United Kingdom | GDP YoY                         | 08/09/2019 11:30 |
| United States  | Change in Nonfarm Payrolls      | 08/02/2019 15:30 |
| United States  | Initial Jobless Claims          | 08/01/2019 15:30 |
| United States  | Initial Jobless Claims          | 08/08/2019 15:30 |
| United States  | Initial Jobless Claims          | 08/15/19 15:30   |
| United States  | Initial Jobless Claims          | 08/22/19 15:30   |
| United States  | Initial Jobless Claims          | 08/29/19 15:30   |
| United States  | GDP Annualized QoQ              | 08/29/19 15:30   |
| United States  | CPI MoM                         | 08/13/19 15:30   |
| United States  | DOE U.S. Crude Oil Inventories  | 08/07/2019 17:30 |
| United States  | DOE U.S. Crude Oil Inventories  | 08/14/19 17:30   |
| United States  | DOE U.S. Crude Oil Inventories  | 08/21/19 17:30   |

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