



**CIO OFFICE: Equity Market Update 25<sup>th</sup> June 2020**

**Developed Markets**

- ✓ U.S. stocks fell as investors grew anxious that the resurgence in virus cases in multiple states will hamper the economic recovery. The S&P 500 index declined by -2.59% on Wednesday. All 11 sectors in the S&P 500 sank with energy, financials and industrials down more than 3% after data showed Florida and California set daily records for new cases.
- ✓ The tech-heavy Nasdaq Composite fell for the first session in nine. The index declined by -2.19%.
- ✓ Concerns are rising that the spreading coronavirus could force policymakers to slow the pace or reverse business re-openings.
- ✓ European stocks closed lower even though the eurozone PMI showed the economic downturn slowing in June. The Stoxx 600 index was down -2.78%.

**Emerging Markets**

- ✓ Chinese stocks ended higher on Wednesday as investors cheered Beijing's latest reforms in its capital markets. The Shanghai Shenzhen CSI 300 index was up +0.42%.
- ✓ The Chinese equity markets will be closed on Thursday and Friday for the Dragon Boat Festival.

**GCC**

- ✓ The DFM General Index ended -1% on Wednesday with 18 of its listed shares falling and only 7 rising. DIB contributed the most to the index decline, decreasing -1.8%. Takaful Emarat Insurance had the largest drop of -4.4% along with Union Properties -4.1%.
- ✓ The Government of Dubai's national sterilization curfew is complete and movement restrictions have been lifted. However, social distancing guidelines are still in place in addition to sterilization of private and public facilities in order to ensure the health and safety of the public.
- ✓ The Abu Dhabi General Index was close to flat at +0.24% on Wednesday.
- ✓ KSA Tadawul All Share Index was also close to flat, ending the day at -0.7% on Wednesday.

**Company News**

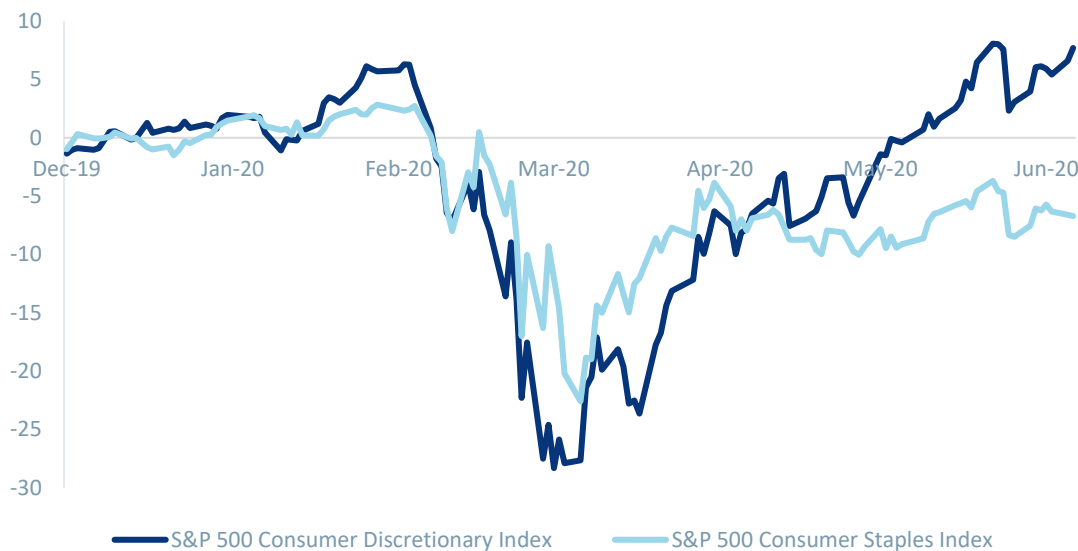
- ✓ **Apple** acquired Fleetsmith, which offers popular software for companies to manage their Apple devices, in a move to bolster the iPhone maker's tools for enterprise clients.
- ✓ **Mercedes-Benz** and **Nvidia** plan to partner to create a revolutionary in-vehicle computing system and AI computing infrastructure. Starting in 2024, this will be rolled out across the fleet of next-generation Mercedes-Benz vehicles.
- ✓ **Tencent** and Pokémon Co. announced a jointly-developed new game for smartphones and Nintendo Co.'s Switch console, the Chinese tech giant's latest move to foray into the console arena and expand its direct presence outside its home turf.

### Global Equity Indices

Ticker	Country	Index	Last Price	%1D	%5D	YTD	2019	P/E	P/B	Div. Yield	ROE
<b>Developed Markets</b>											
SPX Index	US	S&P 500 INDEX	3049	-2.6%	-2.1%	-4.7%	31.5%	24.43	3.35	1.9%	14.6%
INDU Index	US	DOW JONES INDUS. AVG	25446	-2.7%	-2.6%	-9.7%	25.3%	23.30	3.66	2.5%	20.5%
CCMP Index	US	NASDAQ COMPOSITE INDEX	9909	-2.2%	0.0%	11.0%	36.7%	36.82	5.21	0.9%	31.9%
RTY Index	US	RUSSELL 2000 INDEX	1392	-3.3%	-2.4%	-16.0%	25.5%	80.94	1.83	1.2%	240.8%
SXXP Index	Europe	STXE 600 (EUR) Pr	357	-2.8%	-2.4%	-12.6%	27.9%	20.77	1.64	3.1%	4.5%
UKX Index	UK	FTSE 100 INDEX	6124	-3.1%	-2.1%	-17.4%	17.2%	18.47	1.46	3.9%	3.4%
HSI Index	Hong Kong	HANG SENG INDEX	24782	-0.5%	1.2%	-10.6%	13.0%	11.25	0.92	3.6%	10.4%
NKY Index	Japan	NIKKEI 225	22534	-0.1%	0.3%	-3.8%	20.7%	21.66	1.66	1.9%	7.6%
NDDUWI Index	DM	MSCI DM TR USD	6610	0.8%	0.8%	-4.3%	27.7%	23.26	2.39	2.2%	7.6%
<b>Emerging Markets</b>											
SHSZ300 Index	China	CSI 300 INDEX	4139	0.4%	3.0%	2.0%	39.2%	13.53	1.72	2.3%	10.9%
SENSEX Index	India	S&P BSE SENSEX INDEX	34869	-1.6%	4.1%	-15.1%	15.7%	20.75	2.41	1.6%	11.7%
DFMGI Index	UAE	DFM GENERAL INDEX	2099	-1.0%	1.4%	-20.3%	14.2%	9.98	0.73	3.0%	6.8%
ADSMI Index	UAE	ADX GENERAL INDEX	4330	0.2%	-1.1%	-10.0%	8.4%	16.01	1.29	4.1%	#VALUE!
SASEIDX Index	KSA	TADAWUL ALL SHARE INDEX	7213	-0.7%	-1.3%	-12.1%	10.9%	21.22	1.81	3.2%	16.7%
NDUEEGF Index	EM	MSCI EM TR USD	485	1.5%	2.1%	-8.1%	18.4%	16.40	1.54	2.8%	9.9%
<b>World Sectors</b>											
MXWD0FN Index		MSCI ACWI/FINANCE	102	1.1%	0.0%	-21.2%	24.1%	13.54	0.94	3.6%	9.4%
MXWD0IT Index		MSCI ACWI/INF TECH	352	0.8%	2.3%	12.5%	47.5%	27.01	5.69	1.3%	23.0%
MXWD0HC Index		MSCI ACWI/HLTH CARE	289	0.8%	1.2%	3.9%	23.3%	19.69	4.04	1.8%	21.4%
MXWD0CD Index		MSCI ACWI/CONS DIS	287	1.6%	1.6%	3.3%	28.2%	40.61	3.36	1.1%	6.8%
MXWD0IN Index		MSCI ACWI/INDUSTR	230	0.7%	-0.3%	-12.0%	27.2%	24.50	2.44	2.1%	8.3%
MXWD0TC Index		MSCI ACWI/COMM SVC	84	1.1%	1.8%	3.2%	25.1%	22.02	2.82	1.6%	9.9%
MXWD0CS Index		MSCI ACWI/CON STPL	239	0.5%	0.2%	-4.5%	22.4%	21.05	3.73	2.8%	19.6%
MXWD0EN Index		MSCI ACWI/ENERGY	143	1.0%	1.0%	-30.5%	13.9%	69.27	1.03	6.1%	2.3%
MXWD0MT Index		MSCI ACWI/MATERIAL	254	1.2%	1.2%	-7.3%	20.8%	20.82	1.62	2.9%	7.7%
MXWD0UT Index		MSCI ACWI/UTILITY	136	0.0%	-0.8%	-7.6%	22.3%	0.24	1.53	159.8%	10.7%
MXWD0RL Index		MSCI ACWI/REAL EST	962	0.0%	-2.1%	-13.6%	24.0%	20.17	1.35	3.7%	9.8%
<b>Key levels</b>											
XAUUSD Cmpl Curn Gold		XAU-USD X-RATE	1767	0.0%	2.5%	2.5%	23.9%				
USGG10YR Index	10 Year Yield	US Generic Govt 10 Yr	0.68	-4.4%	-7.8%	-7.8%	-66.2%				
USGG2YR Index	2 Year Yield	US Generic Govt 2 Yr	0.18	-1.1%	-5.9%	-5.9%	-89.4%				
CO1 Comdty	Brent	Generic 1st 'CO' Future	40.2	-5.6%	-1.2%	-1.2%	-38.0%				

Source: Bloomberg: 12:05 am 25<sup>th</sup> June 2020

### Exhibit: Amazon Effect: U.S. discretionary stocks expand YTD performance over staples



Source: Bloomberg 23<sup>rd</sup> June 2020

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