

Morning Meeting

17 April 2020

	Index	+/-	% change
FTSE 100	5628.4	30.8	0.5
FTSE All-Share	3102.1	14.7	0.5
DJ Industrial Average	23537.7	33.3	0.1
S&P 500	2799.6	16.2	0.6
NASDAQ Composite Index	8532.4	139.2	1.7
Nikkei Japan 1000 Index	1694.0	-16.8	-1.0
Hang Seng Index	24006.5	-138.9	-0.6
EURO STOXX 50 (EUR)	2812.4	4.2	0.1
Switzerland SMI (PR)	9439.9	119.7	1.3
France CAC 40	4350.2	-3.6	-0.1
Germany DAX (TR)	10301.5	21.8	0.2

Currencies		+/-	12 month range	
£:\$	1.245	-0.01	1.15	1.33
Y:\$	107.565	0.15	102.55	112.09
E:£	1.147	0.00	1.07	1.20
E:\$	1.085	-0.01	1.07	1.14
10 Yr Bond	Yld %	+/-	-3 months	-12 months
UK	0.29	-0.01	0.67	1.25
US	0.61	-0.03	1.81	2.59
Germany	-0.49	-0.01	-0.22	0.06
	Price (p)	+/-	12 month range	
Investec plc	146.45	-5.9	128.8	518.6

Matrix Winners	Price	+/-	% change
Hiscox Ltd	790.2	60.2	8.2
Evrax PLC	250.6	17.9	7.7
Barratt Developments PLC	460.8	27.5	6.3
Premier Oil plc	23.5	1.3	5.7
Auto Trader Group PLC	425.4	22.5	5.6

Sector Winners	% change	Mkt Wt
FTSE All-Share / Industrial Metals & Mining - SEC	6.1	0.1
FTSE All-Share / Media - SEC	2.27	3.7
FTSE All-Share / Food Producers - SEC	2.08	3.7
FTSE All-Share / Construction & Materials - SEC	1.9	1.4
FTSE All-Share / Chemicals - SEC	1.4	0.7

Matrix Losers	Price	+/-	% change
Capita plc	32.7	-3.86	-10.6
Equiniti Group Plc	137.8	-12	-8.0
Dixons Carphone PLC	65.0	-5.65	-8.0
Micro Focus International plc	360.3	-25.4	-6.6
Aggreko plc	429.2	-26.8	-5.9

Sector Losers	% change	Mkt Wt
FTSE All-Share / Oil Equipment, Services & Distribution - SEC	-6.4	0.1
FTSE All-Share / Oil & Gas Producers - SEC	-3.1	9.2
FTSE All-Share / Leisure Goods - SEC	-2.4	0.1
FTSE All-Share / Technology Hardware & Equipment - SEC	-0.8	0.1
FTSE All-Share / Real Estate Investment Trusts - SEC	-0.8	2.5

Stocks Hitting Relative High
Keywords Studios plc
AstraZeneca PLC
Flutter Entertainment Plc
Genus plc
GlaxoSmithKline plc
RELX PLC
-

Stocks Hitting Relative Low
Close Brothers Group plc
Dixons Carphone PLC
Equiniti Group Plc
HSBC Holdings Plc
Marks and Spencer Group plc
Royal Bank of Scotland Group plc
RSA Insurance Group plc

Companies discussed in Morning Meeting

UK Equities

Rio Tinto Company Update

International Equities

Intuitive Surgical Quartely Results

L'Oréal Quartely Results

LVMH Quartely Results

- Decent gains in Asian equity indices overnight, despite the Chinese Q1 GDP data release confirming that economic output contracted for the first time since the official data series began in 1992, and unofficially, the first contraction since 1976. The reading of -6.8% wasn't though that far away from the consensus of 6.0% from Bloomberg and within it contained some more encouraging monthly data (such as Industrial Production down 1.1% in March having been down 13.5% over January / February) which suggests that, domestically at least, the economic corner might be being turned. It is worth remembering though that the impact on exports from China to Europe and the US, which only went into lockdown around the end of Q1, will only be felt in Q2's data. The revision to the Wuhan death toll by an upward 50% (to 3,869) whilst tragic in terms of the human losses, now has to be put into context of 146,000 total global deaths.
- With equity indices in Europe all trading c.3.0% higher this morning, and a similar move for the S&P implied from the futures, the market's focus is clearly on several pieces of positive Corona-related news.
- From the US and the UK yesterday we had a bit more colour on how the roadmap for getting us out of lockdown might look, down to the specifics in the UK of what data points we would need to see satisfied, a five point plan which will receive blanket coverage in the media today.
- The Trump administration has also provided more guidance on how individual US states and employers could start to return to business as usual, and with a typical Trumpian note of optimism suggested that some states could start to reopen tomorrow – without though naming which ones. He did say that 29 states could open soon.
- With regard to finding an antiviral treatment for COVID-19, US biotech Gilead is marked up 16% after hours after partial findings from a clinical trial of Remdesivir (developed originally to tackle Ebola and Marburg virus) showed some efficacy against coronavirus, though the very limited nature of the trial data needs to be noted. Another significant development was Roche announcing that it had successfully created an antibody test for Cov-Sars-2 virus. This will be rolled out in early May with capacity for double digit millions of tests per month. The significance is that it can then be used to inform who had the disease and developed some immunity, as well as the strength of that immunity. This will be very useful in getting the lockdowns eased. Boeing is also up by more than 10% in after-hours trading as it announces a resumption of manufacturing in its Seattle facilities, boosting A&D suppliers in Europe this morning. The US market rallied from intraday lows yesterday, gaining 125bp from the session trough to end up 60bp on the day.
- On the economic front there were 5.2m new initial jobless claims yesterday in the US vs. the consensus on 5.5m. Still a staggering number, but off recent highs.
- Yesterday was a positive day for the broad FTSE All Share, with the FTSE 100 leading the way up 0.55% helped by a 0.7% weakening of the pound vs. the dollar. The Euro was down by the same amount against the dollar (and unchanged vs. sterling), i.e. this was a case of dollar strength rather than sterling weakness. European indices were more mixed, but the broad Stoxx 600 ex-UK matched our returns at +0.55% (in Euros) including ASML up 5% (and now up 1.5% YTD) offsetting weakness across European Banks and Energy names.

Events Calendar

Date	Company	Event
06 April 2020	Smiths Group Plc	Q2 2020 Earnings Release
08 April 2020	Dunelm Group Plc	Q3 2020 Sales and Revenue Release - Trading Update
08 April 2020	Tesco Plc	Q4 2020 Earnings Release
08 April 2020	Costco Wholesale Corp.	March 2020 Sales and Revenue Release
14 April 2020	Wells Fargo & Co.	Q1 2020 Earnings Release
14 April 2020	Johnson & Johnson	Q1 2020 Earnings Release
14 April 2020	JPMorgan Chase & Co.	Q1 2020 Earnings Release
15 April 2020	Hunting Plc	Q1 2020 Sales and Revenue Release - Trading Update
15 April 2020	The Charles Schwab Corp.	Q1 2020 Earnings Release
15 April 2020	UnitedHealth Group, Inc.	Q1 2020 Earnings Release
15 April 2020	ASML Holding NV	Q1 2020 Earnings Release
15 April 2020	The PNC Financial Services Group, Inc.	Q1 2020 Earnings Release
15 April 2020	U.S. Bancorp	Q1 2020 Earnings Release
15 April 2020	The Goldman Sachs Group, Inc.	Q1 2020 Earnings Release
15 April 2020	Citigroup, Inc.	Q1 2020 Earnings Release
16 April 2020	Hays plc	Q3 2020 Sales and Revenue Release - Trading Update
16 April 2020	Keywords Studios Plc	Q4 2019 Earnings Release
16 April 2020	Zalando SE	Q1 2020 Sales and Revenue Release - Trading Statement
16 April 2020	LVMH Mo 1/4t Hennessy Louis Vuitton SE	Q1 2020 Sales and Revenue Release
16 April 2020	L'Or (R)al SA	Q1 2020 Sales and Revenue Release
16 April 2020	Intuitive Surgical, Inc.	Q1 2020 Earnings Release
16 April 2020	Rio Tinto Plc	Q1 2020 Sales and Revenue Release - Operational Review
17 April 2020	Schlumberger NV	Q1 2020 Earnings Release
20 April 2020	Vivendi SA	Q1 2020 Sales and Revenue Release
21 April 2020	Associated British Foods Plc	Q2 2020 Earnings Release
21 April 2020	London Stock Exchange Group Plc	Q1 2020 Sales and Revenue Release - Interim Management Statement
21 April 2020	Philip Morris International, Inc.	Q1 2020 Earnings Release
21 April 2020	Reckitt Benckiser Group Plc	Q1 2020 Earnings Release
21 April 2020	SAP SE	Q1 2020 Earnings Release
21 April 2020	SEGRO Plc	Q1 2020 Sales and Revenue Release - Trading Update
21 April 2020	Northern Trust Corp.	Q1 2020 Earnings Release
21 April 2020	Northern Trust Corp.	Q1 2020 Earnings Release
21 April 2020	Danone SA	Q1 2020 Sales and Revenue Release
21 April 2020	BHP Group Plc	Q3 2020 Sales and Revenue Release
21 April 2020	Procter & Gamble Co.	Q3 2020 Earnings Release
22 April 2020	CRH Plc	Q1 2020 Sales and Revenue Release - Trading Update
22 April 2020	Investor AB	Q1 2020 Sales and Revenue Release - Interim Management Statement
22 April 2020	Roche Holding AG	Q1 2020 Sales and Revenue Release
23 April 2020	Anglo American Plc	Q1 2020 Sales and Revenue Release - Production Report
23 April 2020	Atlas Copco AB	Q1 2020 Earnings Release
23 April 2020	Valeo SA	Q1 2020 Sales and Revenue Release
23 April 2020	Meggitt Plc	Q1 2020 Sales and Revenue Release - Trading Update
23 April 2020	RELX Plc	Q1 2020 Sales and Revenue Release - Trading Update
23 April 2020	Pernod Ricard SA	Q3 2020 Sales and Revenue Release
23 April 2020	Tullow Oil Plc	Q1 2020 Sales and Revenue Release - Trading Update
23 April 2020	Taylor Wimpey Plc	Q1 2020 Sales and Revenue Release - Trading Update
23 April 2020	Unilever Plc	Q1 2020 Sales and Revenue Release - Trading Statement
23 April 2020	Unilever Plc	Q1 2020 Sales and Revenue Release - Trading Statement
23 April 2020	Air Products & Chemicals, Inc.	Q2 2020 Earnings Release
23 April 2020	Credit Suisse Group AG	Q1 2020 Earnings Release
24 April 2020	Nestl (R) SA	Q1 2020 Sales and Revenue Release
24 April 2020	Rotork Plc	Q1 2020 Sales and Revenue Release - Trading Update

	Monday 13th April	Tuesday 14th April	Wednesday 15th April	Thursday 16th April	Friday 17th April
UK					
US		Export Price Index Import Price Index	Retail Sales Industrial Production Business Inventories SA	Initial Claims	Leading Indicators SA
RoW			FR - CPI NSA M/M	GE – CPI NSA Y/Y	

Central Bank Meetings

Bank of Japan	28 th April 2020
US Federal Reserve	29 th April 2020
ECB	30 th April 2020

Disclaimer

The information in this document is for private circulation and is believed to be correct but cannot be guaranteed. Opinions, interpretations and conclusions represent our judgement as of this date and are subject to change. The Company and its related Companies, directors, employees and clients may have positions or engage in transactions in any of the securities mentioned. Past performance is not necessarily a guide to future performance. The value of shares, and the income derived from them, may fall as well as rise. The information contained in this publication does not constitute a personal recommendation and the investment or investment services referred to may not be suitable for all investors; therefore we strongly recommend you consult your Professional Adviser before taking any action. Copyright Investec Wealth & Investment Limited. Reproduction prohibited without permission.

Member firm of the London Stock Exchange. Authorised and regulated by the Financial Conduct Authority. Investec Wealth & Investment Limited is registered in England. Registered No. 2122340. Registered Office: 2 Gresham Street, London EC2V 7QP.