

Morning Meeting

24 June 2020

	Index	+/-	% change
FTSE 100	6320.1	75.5	1.2
FTSE All-Share	3498.1	36.8	1.1
DJ Industrial Average	26156.1	131.1	0.5
S&P 500	3131.3	13.4	0.4
NASDAQ Composite Index	10131.4	74.9	0.7
Nikkei Japan 1000 Index	1896.6	9.5	0.5
Hang Seng Index	24907.3	396.0	1.6
EURO STOXX 50 (EUR)	3298.8	57.1	1.8
Switzerland SMI (PR)	10246.6	95.4	0.9
France CAC 40	5017.7	69.0	1.4
Germany DAX (TR)	12523.8	260.8	2.1

Matrix Winners	Price	+/-	% change
Evraz PLC	311.6	23.6	8.2
Standard Life Aberdeen PLC	269.6	16.0	6.3
John Wood Group PLC	219.0	10.6	5.1
Fresnillo PLC	853.6	38.8	4.8
Equiniti Group Plc	163.2	7.4	4.7

Matrix Losers	Price	+/-	% change
Urban&Civic PLC	223.0	-15.5	-6.5
Hikma Pharmaceuticals Plc	2340.0	-140	-5.6
Ted Baker PLC	89.5	-4.5	-4.8
Rightmove plc	564.6	-24.4	-4.1
Marston's PLC	67.5	-2.8	-4.0

Stocks Hitting Relative High
Kingfisher Plc
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Currencies		+/-	12 month range	
£:\$	1.252	0.01	1.15	1.33
Y:\$	106.235	-0.66	102.55	112.09
E:£	1.105	0.00	1.07	1.20
E:\$	1.133	0.01	1.07	1.14
10 Yr Bond	Yld %	+/-	-3 months	-12 months
UK	0.21	0.02	0.42	0.91
US	0.72	0.01	0.76	2.06
Germany	-0.44	0.04	-0.38	-0.28
	Price (p)	+/-	12 month range	
Investec plc	167.35	2	128.8	518.6

Sector Winners	% change	Mkt Wt
FTSE All-Share / Leisure Goods - SEC	2.7	0.1
FTSE All-Share / Financial Services - SEC	2.27	0.1
FTSE All-Share / Oil & Gas Producers - SEC	2.14	8.7
FTSE All-Share / Life Insurance - SEC	1.9	3.3
FTSE All-Share / Banks - SEC	1.8	7.2

Sector Losers	% change	Mkt Wt
FTSE All-Share / Food & Drug Retailers - SEC	-1.6	2.0
FTSE All-Share / Real Estate Investment Trusts - SEC	-0.4	2.4
FTSE All-Share / Travel & Leisure - SEC	-0.3	3.9
FTSE All-Share / Media - SEC	-0.1	3.7
FTSE All-Share / Real Estate Investment & Services - SEC	-0.1	0.4

Stocks Hitting Relative Low
Hurricane Energy Plc
Ted Baker PLC
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Companies discussed in Morning Meeting

UK Equities	None
International Equities	
Palo Alto Networks	Company Update

- There's not much to report in the way of overnight news – Asian indices are rather mixed, though there are tentative signs of a ratcheting down of the tensions between North & South Korea which is helping sentiment. A lacklustre start to the UK market today, with a big swathe of defensive overseas earners underperforming - though there is no conspicuous move in sterling nor any great outperformance of domestic UK names.
- Finding himself in the unusual role of pacifying concerns about the US's relationship with China rather than agitating them, Donald Trump's reassurance late on Monday about the health of the existing US-China trade deal was enough to underpin solid market gains yesterday. Trump couldn't resist, though, having another swing at China's role in the pandemic, whilst – separately - legislation which would allow US citizens to sue China continues to be advanced. The All Share gained 1%, the FTSE 100 was slightly better at 1.2%, whilst the S&P gave up some of its gains from the European close to end up 0.4%. Another strong day for the NASDAQ saw it up 0.74% making this the 8th consecutive day of gains – indeed it has only traded down for two days so far this month. The year-to-date gains for the NASDAQ are now up 13.5%, having been down 23% at its lows in mid-March. The US futures are flat on last night's close.
- Sentiment was also enhanced by a swathe of economic data that largely came out the right side of expectations, although those expectations are prone to a much larger than usual level of uncertainty given the current backdrop. Yesterday's economic highlights were Eurozone PMIs for June which pretty much all bettered expectations, the French Manufacturing and Service sectors both back in expansionary territory at 52.1 and 50.3 respectively (consensus 46 and 45), whilst the German equivalent hovered in the mid-40s, again better than expectations. The UK's Manufacturing PMI also tiptoed into expansion at 50.1 vs. the consensus on 44.0. The US completed a clean sweep of better than expected numbers, Manufacturing at 49.6 and Services at 46.7. There's not a lot on the calendar today, German Ifo data being the highlight.
- The fact that the COVID infection rates in the South and West of the US appears to be running away again did little to dampen enthusiasm, even if the Governors of Texas and California are openly talking about the potential to reverse some of the recent easing measures and scheduled easing in Florida has been pushed back. The R number in 29 US states is now back above 1. The EU is considering banning US travellers from entry when it eases travel restrictions on the 1st July, putting them on the same footing as Russia and Brazil, which is sure to go down well with Trump. Though remember he was himself quick to ban EU travellers back in March.
- In the UK, PM Boris Johnson unveiled the biggest set of policy changes so far towards getting England at least closer to pre-lockdown business-as-usual. With moves to 1m+ distancing, allowing more socialising indoors and letting pubs, restaurants and hairdressers re-open: all from the 4th July. This wasn't greeted with the euphoria that might have been expected by the domestic market, with consumer-centric names typically down on the day – reflecting the degree to which this news has already been priced in. Short of the announcement of an effective vaccine, one suspects that many of the milestones that might be reached on the journey back to pre-COVID activity may also be increasingly in the price.
- Finally, Brooks Macdonald has today announced that it is acquiring Lloyds' Channel Island business for £9.6m. This brings £500m in investment management assets and £500m in funds, for less than 1% of AUM.

Events Calendar

Date	Company	Event
25 June 2020	Auto Trader Group Plc	Q4 2020 Earnings Release
25 June 2020	NIKE, Inc.	Q4 2020 Earnings Release
26 June 2020	Marston's Plc	Q2 2020 Earnings Release
26 June 2020	Tesco Plc	Q1 2021 Sales and Revenue Release - Trading Statement
29 June 2020	Prosus NV	Q4 2020 Earnings Release
30 June 2020	easyJet Plc	Q2 2020 Earnings Release
30 June 2020	FedEx Corp.	Q4 2020 Earnings Release
01 July 2020	Rolls-Royce Holdings Plc	Q1 2020 Sales and Revenue Release - Trading Update
01 July 2020	J Sainsbury Plc	Q1 2021 Sales and Revenue Release - Trading Statement
02 July 2020	Associated British Foods Plc	Q3 2020 Sales and Revenue Release - Trading Update
07 July 2020	Micro Focus International Plc	Q2 2020 Earnings Release
08 July 2020	Costco Wholesale Corp.	June 2020 Sales and Revenue Release
09 July 2020	Persimmon Plc	Q2 2020 Sales and Revenue Release - Trading Update

	Monday 22 nd June	Tuesday 23 rd June	Wednesday 24 th June	Thursday 25 th June	Friday 26 th June
UK		CIPS Manufacturing PMI SA (Prelim) CIPS Services PMI SA (Prelim) CBI Industrial Trends Total Orders NSA M/M		CBO Distributive Trades Survey Realised NSA	Nationwide House Price NSA Y/Y
US	Existing Home Sales SAAR	Building Permits SAAR (Final) PMI Composite SA (Prelim) Markit PMI Manufacturing SA (Prelim) Markit PMI Services SA (Prelim) New Home Sales SAAR Richmond Fed Index	FHFA Home Price Index	Continuing Jobless Claims SA Durable Orders SA M/M (Prelim) GDP Chain Price SAAR Q/Q (Final) GDP Chain Price SAAR Y/Y (Final) Initial Claims SA Wholesale inventories SA M/M (Preliminary) Kansas City Fed Manufacturing Index	Core PCE Deflator M/M Core PCE Deflator Y/Y Personal Consumption Expenditure SA M/M Personal Income SA M/M Michigan Sentiment NSA (Final)
RoW		FR – Markit PMI Manufacturing SA (Prelim) FR – Markit PMI Services SA (Prelim) GE – Markit PMI Manufacturing SA (Prelim) GE – Markit PMI Services SA (Prelim)	FR – Business Climate Index GE – Ifo Current Assessment SA GE – Ifo Business Climate SA GE – Ifo Expectations SA	GE – Gfk Consumer Confidence SA FR – Registered Job Seekers	FR – Consumer Confidence Survey FR – Manufacturing Business Climate Index

Central Bank Meetings

Bank of England	6 th August 2020
European Central Bank	16 th July 2020
Federal Reserve	29 th July 2020

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