

Morning Meeting

25 June 2020

	Index	+/-	% change
FTSE 100	6123.7	-196.4	-3.1
FTSE All-Share	3392.6	-105.5	-3.0
DJ Industrial Average	25445.9	-710.2	-2.7
S&P 500	3050.3	-81.0	-2.6
NASDAQ Composite Index	9909.2	-222.2	-2.2
Nikkei Japan 1000 Index	1889.3	-7.3	-0.4
Hang Seng Index	24781.6	-125.8	-0.5
EURO STOXX 50 (EUR)	3196.1	-102.7	-3.1
Switzerland SMI (PR)	10022.0	-224.6	-2.2
France CAC 40	4871.4	-146.3	-2.9
Germany DAX (TR)	12093.9	-429.8	-3.4

Matrix Winners	Price	+/-	% change
Smart Metering Systems PLC	587.0	11.0	1.9
ABCAM PLC	1392.0	6.0	0.4
Riverstone Energy Limited	365.5	1.5	0.4
J Sainsbury plc	205.3	0.7	0.3
Ocado Group PLC	1987.0	6.0	0.3

Matrix Losers	Price	+/-	% change
Micro Focus International plc	426.9	-47.1	-9.9
TUI AG	380.0	-36.8	-8.8
Cairn Energy PLC	113.8	-11	-8.8
Carnival plc	1041.5	-99.5	-8.7
International Consolidated Airlines C	230.4	-21.5	-8.5

Stocks Hitting Relative High

Serco Group plc
 Antofagasta plc
 Fresnillo PLC
 Keywords Studios plc

Currencies		+/-	12 month range	
£:\$	1.245	-0.01	1.15	1.33
Y:\$	106.905	0.67	102.55	112.09
E:£	1.104	0.00	1.07	1.20
E:\$	1.128	-0.01	1.07	1.14

10 Yr Bond	Yld %	+/-	-3 months	-12 months
UK	0.21	0.00	0.47	0.87
US	0.69	-0.03	0.82	2.02
Germany	-0.42	0.03	-0.34	-0.30

	Price (p)	+/-	12 month range	
Investec plc	157.5	-9.85001	128.8	518.6

Sector Winners	% change	Mkt Wt
FTSE All-Share / Equity Investment Instruments - SEC	-1.3	6.4
FTSE All-Share / Real Estate Investment & Services - SEC	-1.55	6.4
FTSE All-Share / Gas, Water & Multiutilities - SEC	-1.84	2.8
FTSE All-Share / Software & Computer Services - SEC	-1.9	1.0
FTSE All-Share / Electronic & Electrical Equipment - SEC	-2.1	0.8

Sector Losers	% change	Mkt Wt
FTSE All-Share / Health Care Equipment & Services - SEC	-6.0	1.0
FTSE All-Share / Aerospace & Defense - SEC	-5.5	1.5
FTSE All-Share / Travel & Leisure - SEC	-4.7	3.9
FTSE All-Share / Oil & Gas Producers - SEC	-4.6	8.5
FTSE All-Share / Leisure Goods - SEC	-4.5	0.1

Stocks Hitting Relative Low

Babcock International Group PLC
 Hurricane Energy Plc
 Ted Baker PLC
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Companies discussed in Morning Meeting

UK Equities

Auto Trader	FY Results
BAE Systems	Trading Update
easyJet	H1 Results

International Equities

Bayer AG	Company Update
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- In the UK, some of today's media outlets lead with pictures of packed beaches after yesterday's temperatures exceeded 30 degrees in parts of the UK, with a repeat almost certain today. The FT shows a very busy Bournemouth beach as leaders warn of the risk a second coronavirus wave.
- Risk markets suffered a weak day as a result of a number of factors: the introduction of new tariffs on the EU by the US; news of rising infection rates, especially in the US and a reduction in global growth forecasts by the IMF. Both European and US stock markets fell by close to 3%, while core government bond yields fell by a few basis points. Asian equity markets are lower by around 1% this morning. Gold continues to be the beneficiary of very low bond yields and worries over inflation and the debasement of currencies through central bank quantitative easing policies. Today, gold is trading at its highest price since 2012.
- A long-running dispute between the US and Europe over subsidies to their respective aircraft manufacture businesses flared up again yesterday. Previously, the US was provided with the right by the World Trade Organisation to impose tariffs on \$7.5bn of European goods as a result of illegal support for Airbus. The US, through its Office of the Trade Representative, has highlighted \$3.1bn of European products for tariffs. The goods affected are produced by countries including the UK, France, Germany and Spain.
- The recent trend of rising coronavirus cases has continued in the US, mainly in southern and western states, which has contributed to the national daily increase in cases hitting 38,672 on Wednesday, the biggest increase since the start of the outbreak. The rise in infections is in some cases seeing states pausing the reopening of their economies, for example North Carolina has stopped its plans on easing restrictions, whilst some northern states are implementing 2 week quarantines for all travellers from states that are seeing high infection rates; currently this is 9 states. Meanwhile businesses such as Apple and Disney are once again closing stores or at least delaying reopening. The surge in cases and the prospect of lockdowns being re-imposed as a result are leading to some concerns that this could hamper the economic recovery.
- Yesterday, the IMF updated the global growth forecasts it produced in April. Unsurprisingly, the revisions were downwards as economic prospects have worsened since April. Some of the highlights of the report include:
 - Global growth for 2020 reduced from -3.0% to -4.9%.
 - Global public debt to GDP to rise from 82% to 101% in 2020.
 - Advanced economies will bear the brunt of the damage, especially the US and Europe, with a contraction of 8% this year. Emerging economies are forecast to contract by 3%.
- In other news, Austria yesterday issued its second 100 year bond. The yield on the bond is 0.85% and reflects the benefits of the ECB's bond buying programme and Austria's strong credit rating. Austria issued its first century bond 3 years ago with a coupon of 2.1% and, given recent movements in yields, it trades at a price of €197 today.

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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