



## Weekly Global Market Commentary June 29<sup>th</sup>, 2009

### Stock Market Performance

|            | 6/26/09 | W-o-W | M-o-M | Y-o-Y  |
|------------|---------|-------|-------|--------|
| DJIA       | 8,438   | -1.2% | -0.4% | -26.3% |
| S&P 500    | 919     | -0.3% | 0.9%  | -28.4% |
| S&P/TSX    | 10,390  | 1.0%  | 1.0%  | -27.3% |
| S&P/TSX-V  | 1,112   | -0.6% | 1.3%  | -56.5% |
| FSTE100    | 4,241   | -2.4% | -3.9% | -23.1% |
| DAX        | 4,776   | -1.3% | -4.2% | -26.1% |
| CAC        | 3,130   | -2.8% | -4.3% | -29.3% |
| Nikkei     | 9,877   | 0.9%  | 6.1%  | -28.5% |
| Hang Seng  | 18,600  | 3.8%  | 9.5%  | -17.2% |
| Shanghai   | 2,928   | 1.7%  | 13.1% | 0.9%   |
| MSCI World | 964     | -0.1% | 0.6%  | -31.3% |

### Market Recap - Week Ending 6/26/09

After a rough start, markets recovered most of their losses by the end of the week. Led by strong rebounds in the Hang Seng and Shanghai markets over the last few months, Asian markets continued to outperform Western indices. Market volatility was driven more by sentiment and not economic news, which was relatively light last week. In the U.S., housing data and jobless claims were worse-than-expected. The FOMC left rates unchanged (as expected) and noted that the economic contraction has slowed. Three-month Libor hit a record low on Friday of below 0.6%, while commodities were roughly flat for the week.

### The Week Ahead

Thursday will be an eventful day with nonfarm payrolls and average hourly earnings in the U.S. and an ECB rate decision out of Europe. Nonfarm payrolls are typically released the first Friday of the month, but markets are closed in the U.S. this Friday for the July 4<sup>th</sup> holiday. At the start of this week, Asian markets were down slightly while European and North American markets started on a more positive note. Treasury and oil prices are stronger today, though other commodities have pulled back so far.

### Key Rates and Prices

| Currencies | 6/26/09 | Month ago | Year ago |
|------------|---------|-----------|----------|
| EUR        | \$1.41  | \$1.40    | \$1.58   |
| GBP        | \$1.65  | \$1.59    | \$1.99   |
| JPY        | ¥95.18  | ¥95.03    | ¥106.81  |
| CAD        | \$0.87  | \$0.90    | \$0.99   |
| CHF        | \$0.92  | \$0.92    | \$0.98   |
| AUD        | \$0.81  | \$0.79    | \$0.96   |

### Fixed Income

|                    |      |      |      |
|--------------------|------|------|------|
| 3M LIBOR           | 0.60 | 0.66 | 2.80 |
| 3M Treasury Bill   | 0.18 | 0.18 | 1.72 |
| 2Yr Treasury Note  | 1.11 | 0.92 | 2.66 |
| 10Yr Treasury Note | 3.54 | 3.55 | 4.04 |
| Prime Rate         | 3.25 | 3.25 | 5.00 |
| Fed Funds Rate     | 0.25 | 0.25 | 2.00 |

### Commodities

|            |        |        |        |
|------------|--------|--------|--------|
| Gold/oz.   | 939.60 | 952.00 | 917.30 |
| Silver/oz. | 14.09  | 14.61  | 17.17  |
| Copper/lb. | 2.28   | 2.11   | 3.83   |
| Oil        | 69.16  | 62.45  | 139.64 |

### Global Economic Calendar (June 29-July 3)

- Mon:** Gfk Consumer Confidence (UK); Jobless Rate (Jap.)
- Tue:** Housing Prices, Current Account, GDP (UK); CPI (EMU); GDP (Can.); Chicago PMI, Consumer Confidence (US)
- Wed:** Retail Sale Trend (AU); SVME PMI (Switz.); PMI Manuf. (Ger.); PMI Manuf. (UK); ADP Employment Change, ISM Manuf., Pending Home Sales, EIA Crude Oil Stocks (US)
- Thur:** Trade Balance (AU); Unemployment Rate, ECB Rate Decision, ECB Trichet's Speech (EMU); Average Hourly Earnings, Nonfarm Payrolls, Unemployment Rate, Factory Orders (US)
- Fri:** CPI (Switz.); Retail Sales (EMU); Markets Closed (US)

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