

Key Points

- **Equities:** S&P 500 relatif menarik dari sudut pandang 12 bulan kedepan; Aksi jual di sektor teknologi telah mulai bersifat moderat
- **Rates:** Resesi di Amerika berpotensi menjadi tantangan bagi obligasi Asia seiring investor mengarah ke USD dan pelebaran persepsi risiko dan premium

Equities: Positive 12-month view for S&P 500

Kinerja keuangan korporasi Amerika cenderung bertahan di tengah sentiment resesi. Pasar saham Amerika telah menghadapi aksi jual sejak awal tahun seiring dengan kenaikan *yield* obligasi dan ketidakpastian geopolitik. Kekhawatiran terhadap resesi juga menambah sentiment negative di tengah tingginya level inflasi memberikan tekanan pada prospek investasi dan konsumsi domestik. Konsumsi domestik Amerika berada di posisi yang kurang positif untuk saat ini seiring dengan pelemahan harga asset dan kenaikan harga biaya kebutuhan sehari-hari.

Di tengah tekanan domestik, prospek kinerja keuangan korporasi relative bertahan. Berdasarkan konsensus *Bloomberg*, pertumbuhan pendapatan (secara tahunan) diekspektasikan tumbuh 17.8% di 2022 dan 9.1% di 2023. Meskipun tingkat pertumbuhan ini tidak yang menunjukkan kinerja yang sangat positif, namun tidak berarti berada pada kondisi yang menunjukkan resesi.

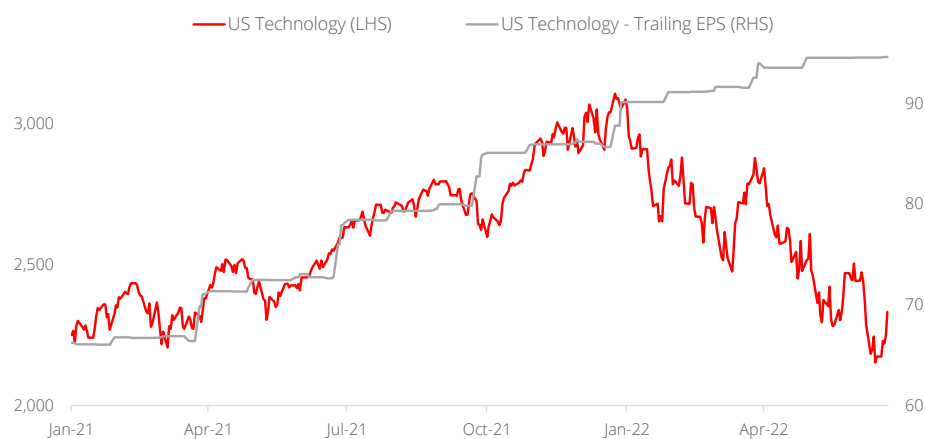
Profitabilitas kinerja korporasi Amerika yang cukup stabil dikontribusikan oleh dua faktor: 1) basis pendapatan korporasi Amerika yang terdiversifikasi secara global dan 2) Posisi pasar yang kuat dan kemampuan untuk menjaga level margin.

S&P 500 relatif menarik untuk perspektif 12-bulan; Fokus pada kualitas. Analisa terhadap bagaimana pergerakan S&P 500 12-bulan setelah terjadinya pelemahan yang cukup signifikan menunjukkan pasar saham Amerika secara rata-rata menguat sekitar 20% dengan probabilitas 4 dari 5 S&P 500 mencatatkan kinerja positif. Hal ini menunjukkan pasar Amerika berada pada posisi *risk-reward* yang menarik dengan fokus pada kualitas korporasi yang memiliki *market positioning* dan *pricing power* yang kuat.

Aksi jual di sektor teknologi telah semakin moderat. Dari sudut pandang sektoral, tekanan jual di sektor teknologi (akibat kenaikan *yield* obligasi) telah semakin moderat. Teknologi sektor akan didorong oleh kinerja fundamental yang cukup stabil dan pengaruh kenaikan *yield* obligasi akan cenderung terbatas pada fundamental korporasi untuk periode jangka panjang.

Dylan Cheang | Strategist

Figure 1: US Technology earnings stay resilient



Sumber: Bloomberg, DBS

GLOBAL CROSS ASSETS

Returns of cross assets around the world

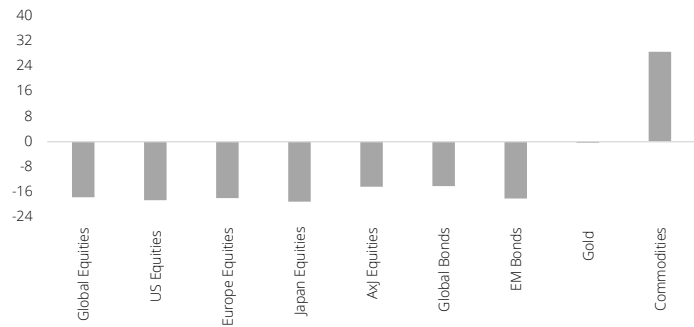
Index	Close	Overnight	YTD
DJIA	31,438.26	-0.2%	-13.5%
S&P 500	3,900.11	-0.3%	-18.2%
NASDAQ	11,524.55	-0.7%	-26.3%
Stoxx Europe 600	415.09	0.5%	-14.9%
DAX	13,186.07	0.5%	-17.0%
CAC 40	6,047.31	-0.4%	-15.5%
FTSE 100	7,258.32	0.7%	-1.7%
MSCI AxJ	669.86	1.6%	-15.1%
Nikkei 225	26,871.27	1.4%	-6.7%
SHCOMP	3,379.19	0.9%	-7.2%
Hang Seng	22,229.52	2.4%	-5.0%
MSCI EM	1,027.55	1.6%	-16.6%
UST 10-yr yield*	3.20	2.2%	169.0
JGB 10-yr yield*	0.24	5.3%	17.2
Bund 10-yr yield*	1.54	7.4%	172.6
US HY spread*	5.02	-1.0%	219.0
EM spread*	427.34	-0.6%	97.1
WTI (USD)	109.57	1.8%	45.7%
LMEX	3,967.70	1.2%	-11.9%
Gold (USD)	1,822.85	-0.2%	-0.3%

Source: Bloomberg

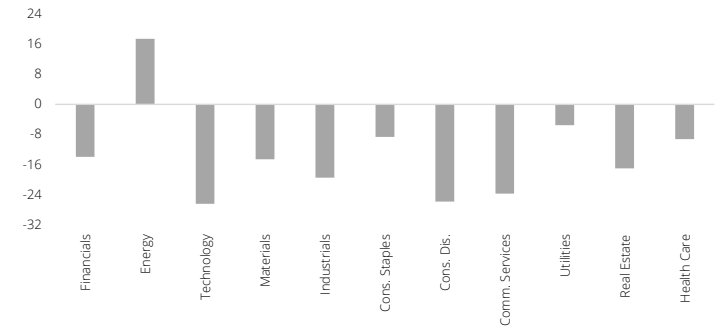
* Changes in basis points

CIO Markets Watch

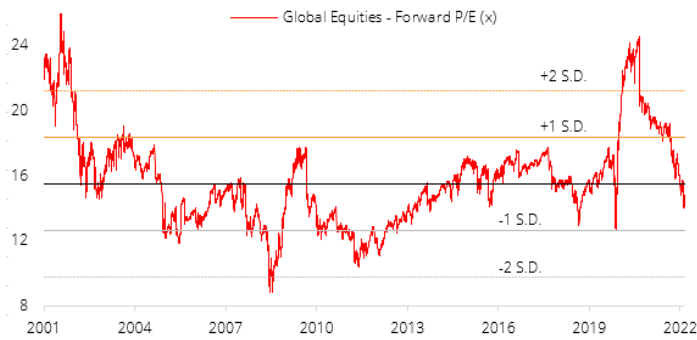
Global Cross Assets YTD Returns



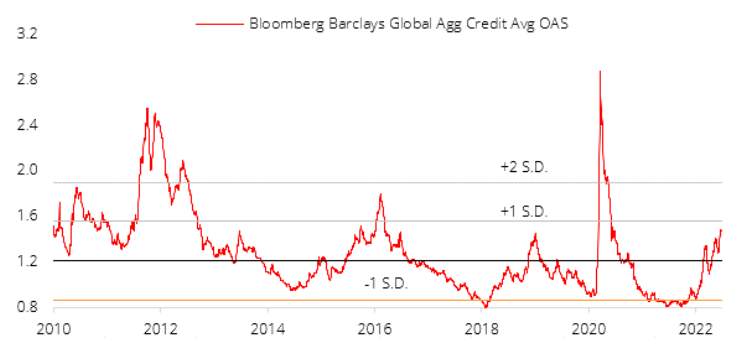
Global Sector YTD Returns



Global Equity Valuation



US Corporate Spreads



INDEX RETURNS

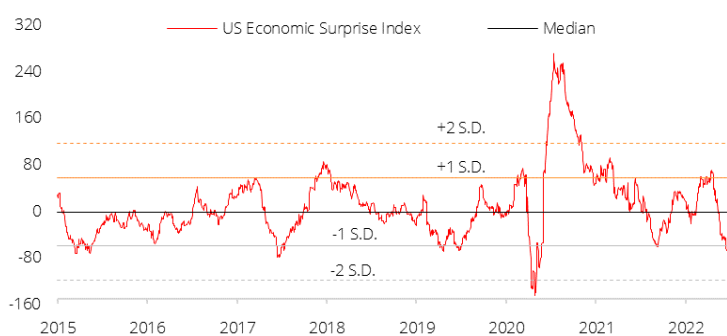
	1 week	MTD	QTD	YTD
Equities				
S&P 500	6.1%	-5.6%	-13.9%	-18.2%
NASDAQ	6.7%	-4.6%	-19.0%	-26.3%
Russell 2000	6.4%	-5.0%	-14.4%	-21.1%
Euro Stoxx 600	2.0%	-6.4%	-8.9%	-14.9%
Nikkei-225	4.3%	-1.5%	-3.4%	-6.7%
MSCI WORLD	5.1%	-6.0%	-14.1%	-18.8%
MSCI ACWI	4.9%	-5.9%	-13.6%	-18.6%
MSCI Asia ex-Japan	3.2%	-2.6%	-7.5%	-15.1%
MSCI EM	2.7%	-4.7%	-10.0%	-16.6%
HSCEI	5.6%	5.4%	3.9%	-5.1%
SHCOMP	1.9%	6.0%	3.9%	-7.2%
Hang Seng	5.0%	3.8%	1.1%	-5.0%
STI Index	1.3%	-2.9%	-8.0%	0.4%
Fixed Income				
Barclays Global Aggregate	0.7%	-3.5%	-8.5%	-14.1%
Barclays US Aggregate	0.3%	-2.6%	-5.7%	-11.3%
Barclays US High Yield	0.6%	-5.0%	-8.1%	-12.6%
Barclays Euro Aggregate	1.3%	-3.1%	-7.9%	-12.9%
Barclays Euro High Yield	-0.5%	-5.1%	-9.0%	-12.7%
JPM EMBI Global	0.2%	-4.6%	-9.7%	-18.0%
JPM EMBI Global Diversified	0.4%	-5.0%	-10.1%	-19.9%

PRICES & SPREADS

	Spot	4Q21	3Q21	2Q21
Rates				
Fed Funds Target	1.75	0.50	0.25	0.25
ECB Main Refinancing Rate	0.00	0.00	0.00	0.00
BOJ Policy Balance Rate	-0.10	-0.10	-0.10	-0.10
US Treasury 10-yr	3.20	2.34	1.51	1.49
Japanese Govt Bond 10-yr	0.24	0.21	0.07	0.07
German Bunds 10-yr	1.54	0.55	-0.18	-0.20
Spreads				
US Agg Corporate Spread	1.48	1.16	0.92	0.84
US Corporate HY Spread	5.02	3.25	2.83	2.89
Euro Agg Corporate Spread	1.98	1.31	0.97	0.87
EM USD Agg Spread	3.76	3.13	2.85	2.87
Currencies				
US Dollar Index (DXY)	103.9	98.3	95.7	94.2
EUR/USD	1.06	1.11	1.14	1.16
USD/JPY	135.5	121.7	115.1	111.3
USD/CNY	6.7	6.3	6.4	6.4
Commodities				
WTI Oil	110	100	75	75
London Metal Exchange (LMEX)	3968	5174	4502	4161
TR/CC CRB Commodity	299	295	232	229
Gold	1823	1937	1829	1757

CIO Economics Watch

US Economic Surprise Index



Asia Pacific Economic Surprise Index



MACRO CALENDAR

	Date	Period	Survey	Prior
United States & Eurozone				
Initial Jobless Claims (US)	30-Jun	25-Jun	229k	229k
GDP Annualised q/q (US)	09-Jun	1Q	-1.50%	-1.50%
ISM Manufacturing (US)	01-Jul	Jun	54.5	56.1
Conf. Board Consumer Confidence (US)	28-Jun	Jun	100	106.4
MBA Mortgage Applications (US)	29-Jun	24-Jun	--	4.20%
S&P Global Eurozone Manufacturing PMI (EU)	01-Jul	Jun	52	52
S&P Global US Manufacturing PMI (US)	01-Jul	Jun	52.4	52.4
Personal Income (US)	30-Jun	May	0.50%	0.40%

MACRO CALENDAR

	Date	Period	Survey	Prior
Asia				
Industrial Production m/m (JP)	29-Jun	May	-0.30%	-1.50%
Jobless Rate (JP)	30-Jun	May	2.50%	2.50%
Manufacturing PMI (CN)	29-Jun	Jun	50.5	49.6
Caixin China PMI Mfg (CN)	30-Jun	Jun	50.2	48.1
Tokyo CPI Ex-Fresh Food y/y (JP)	30-Jun	Jun	2.10%	1.90%
Jibun Bank Japan PMI Mfg (JP)	30-Jun	Jun	--	52.7
Tankan Large Mfg Index (JP)	30-Jun	2Q	13	14
Job-To-Applicant Ratio (JP)	30-Jun	May	1.24	1.23

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