



Global Markets Monitor

Monetary and Capital Markets Department
Global Markets Analysis Division

Tuesday, November 13, 2018



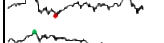




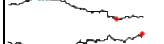


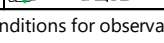
- **Bad news on multiple fronts sent US equities sharply lower on Monday ([link](#))**
- **Italy's Banca Carige to conduct a capital increase through Italy's guarantee fund ([link](#))**
- **Japanese stocks tumble following losses in US stocks ([link](#))**
- **EM equity funds received strong inflows last week but EM bond funds continue to struggle ([link](#))**
- **Chinese equities outperform on renewed optimism of trade talks with the US ([link](#))**
- **India's sovereign bond yields continue to fall as inflation slowed in October ([link](#))**

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Markets cautious amid hopes for trade talks and the oil price slump

Following sharp declines in the US yesterday and Japan overnight, S&P futures (+0.5%) and European bourses (+0.6%) are trading higher this morning on optimistic headlines about trade talks between China and the US. However, oil remains on a downtrend after Trump's criticism of a possible OPEC output cut. Brent futures traded 1.3% lower this morning, extending a drop of 8% month-to-date. Prices "should be much lower based on supply", Trump said in a tweet following Saudi energy minister Al-Falih comment on producers needing to cut 1 mn barrels a day. Elsewhere, renewed optimism about China-US trade talks boosted Chinese equities while weaker than expected inflation continued to drive sovereign bond yields lower in India. Major Latam currencies were weaker yesterday, with the Brazilian real (-1.0%) depreciating amid mixed news on fiscal challenges and the Mexican peso (-1.1%) weakening on investor concerns about the policies of the new administration.

Key Global Financial Indicators

| Last updated: 11/13/18 8:17 AM | Level | | Change from Market Close | | | | YTD |
|--------------------------------------|---|--------|--------------------------|--------|---------|------|-----|
| | Last 12m | Latest | 1 Day | 7 Days | 30 Days | 12 M | |
| Equities | | | % | | | | % |
| S&P 500 |  | 2726 | -2.0 | 0 | -1 | 5 | 2 |
| Eurostoxx 50 |  | 3214 | 0.6 | 0 | 1 | -10 | -8 |
| Nikkei 225 |  | 21811 | -2.1 | -2 | -4 | -3 | -4 |
| MSCI EM |  | 39 | 2.0 | -4 | -3 | -15 | -17 |
| Yields and Spreads | | | bps | | | | |
| US 10y Yield |  | 3.16 | 0.0 | -6 | 0 | 76 | 76 |
| Germany 10y Yield |  | 0.40 | -0.1 | -4 | -10 | -2 | -3 |
| EMBIG Sovereign Spread |  | 365 | -2 | -3 | 13 | 68 | 80 |
| FX / Commodities / Volatility | | | % | | | | |
| EM FX vs. USD, (+) = appreciation |  | 61.7 | -0.2 | -2 | -1 | -9 | -11 |
| Dollar index, (+) = \$ appreciation |  | 97.3 | -0.2 | 1 | 2 | 6 | 6 |
| Brent Crude Oil (\$/barrel) |  | 69.2 | -1.3 | -4 | -14 | 10 | 3 |
| VIX Index (% change in pp) |  | 19.8 | -0.7 | 0 | -2 | 9 | 9 |

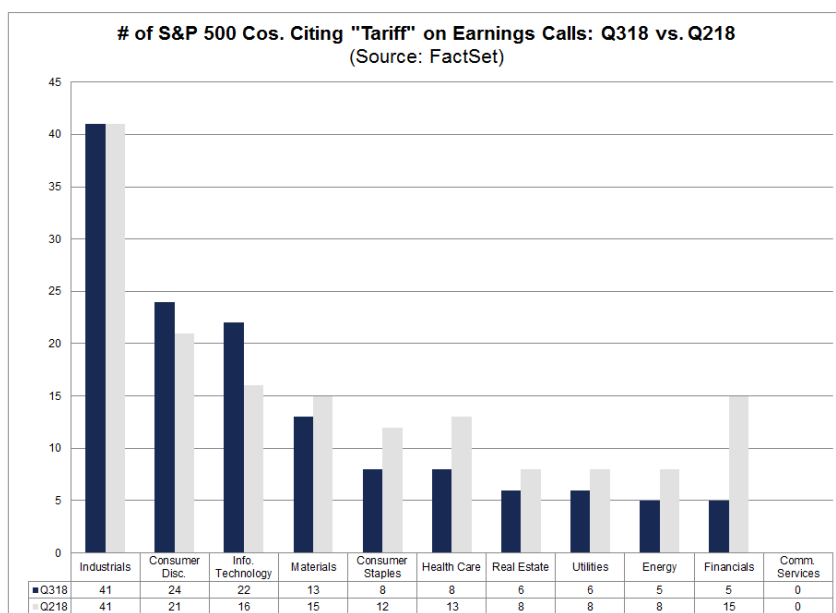
Colors denote tightening/easing financial conditions for observations greater than ±1.5 standard deviations. Data source: Bloomberg.

United States

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Bad news on multiple fronts sent US markets sharply lower. The S&P 500 extended its losing streak to three days. The technology sector was among the worst performers as yet another Apple supplier reported disappointing earnings, while banks sold off amidst worries about Goldman Sachs and its potential involvement in the 1MDB case. Goldman's stock price was down by 7.5% and Apple fell by 5%. GE fell by nearly 7% after its CEO unexpectedly reported lowered sales expectations for key business units. Worries about Italy and Brexit and the impact of a stronger dollar on US corporate earnings were also cited by contacts as reasons for the day's price action, as the dollar index hit its strongest level so far this year. In addition, market liquidity was lower than usual due to the closure of the US bond market for Veteran's Day. Oil prices fell after President Trump criticized OPEC for high oil prices following the weekend meeting which appeared to be positioning the cartel for production cuts in H1 2019.

Tariff fears may be in decline among US corporations, based on the latest S&P 500 Q3 earnings calls. FactSet notes that 138 companies flagged tariffs as an area of concern in their earnings calls, down from 157 companies in Q2. However, the distribution of worries about tariffs is quite diverse, with industrial companies, the IT sector and companies in the consumer discretionary (CD) sector reporting the highest concern and the rest of the S&P 500 less worried. Unlike the rest of the market, the number of companies citing tariff worries went up in Q3 over Q2 for the IT and CD sectors and held steady for the industrial sector. In similar news, the latest Bank of America investor survey found that trade worries were lower, with rising interest rates now viewed as the key risk for markets.



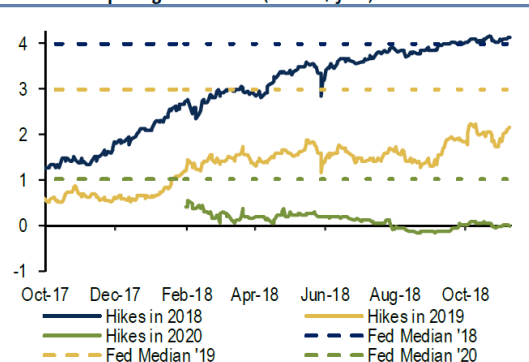
A split US Congress could increase risks to markets if legislators disagree about spending priorities, some analysts believe. They point to previous episodes such as 2011 when the US was downgraded by S&P and markets experienced significant losses. 2013 also had a significant degree of market turbulence. The worry is that the new Congress is even more divided than the past and that political brinkmanship could lead to another unexpected period of market volatility. The continued divergence between the Fed's dot plot and the market's expectations is another potential headwind for markets in their view. Others are more optimistic, predicting that next year's US House of Representatives is less likely to seek a government shutdown over the debt ceiling given the political preferences of the majority party, and that the Senate will also take a more moderate stance.

Table 1: Debt limit has potential for severely negative market reactions

| | | 2Y* | 10Y* | DXY** | SPX** | VIX*** | 3m LOIS* |
|------|---------------|-------|-------|-------|-------|--------|----------|
| 2011 | 2 weeks prior | -5.5 | -26.9 | -1% | -5% | 5.6 | 0.0 |
| | 1 day prior | -5.1 | -13.2 | 0% | -3% | 1.1 | 2.6 |
| | 1 day post | 1.8 | 0.9 | -1% | 1% | -1.4 | 1.0 |
| | 2 weeks post | -13.3 | -39.2 | -1% | -5% | 8.1 | 5.0 |
| 2013 | 2 weeks prior | 0.1 | -1.5 | 0% | 3% | -4.2 | 0.8 |
| | 1 day prior | -2.0 | -7.4 | -1% | 1% | -1.2 | 0.3 |
| | 1 day post | 0.0 | -1.2 | 0% | 1% | -0.4 | 0.1 |
| | 2 weeks post | 0.2 | -5.2 | 0% | 2% | 0.2 | 0.5 |
| 2015 | 2 weeks prior | 22.5 | 20.6 | 2% | 2% | 0.6 | -2.3 |
| | 1 day prior | 1.4 | 0.7 | 0% | 0% | -0.5 | 0.4 |
| | 1 day post | 6.0 | 9.3 | 1% | 0% | -0.7 | -2.1 |
| | 2 weeks post | 5.0 | 4.1 | 2% | -1% | 1.8 | -0.9 |

Note: values are the change in relation to the level that prevailed on "X-date" during each year; * = ch in bps, ** = ch in %, *** = ch in pts; Source: BofA Merrill Lynch Global Research, Bloomberg

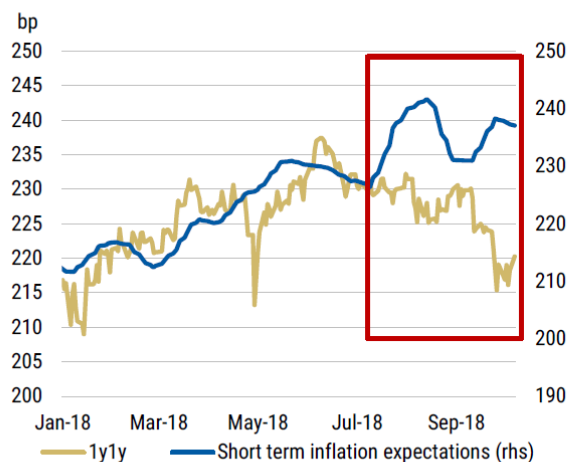
Chart 4: Market pricing of Fed hikes (# hikes / year)



Source: BofA Merrill Lynch Global Research, Bloomberg

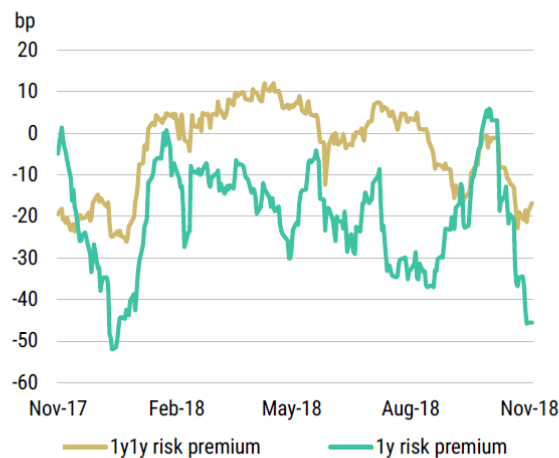
The market's views on future Fed policy and the FOMC's own outlook will be strongly influenced by the level of inflation. Since August, core CPI has surprised to the downside in both September and October, leading markets to moderate their forecasts for future rate increases. This has also led to TIPS breakeven yields and CPI swap rates remaining low. However, some analysts think the market is underestimating inflation risks given the current level of pricing in the TIPS and inflation swap markets. Earlier in the year, CPI swap levels followed analysts' inflation forecasts fairly closely, but their forecasts have diverged from market levels since August and the subsequent weak CPI reports. In their view, the inflation risk premium in the short end of the yield curve is too low relative to the risk further out the curve, and that an upside surprise in tomorrow's CPI report could lead to significantly higher rates in the inflation market.

Exhibit 24: 1y1y CPI swap vs. 12m Bloomberg median CPI forecast



Source: Bloomberg, Morgan Stanley Research

Exhibit 25: Inflation risk premium in front-end forward CPI swaps



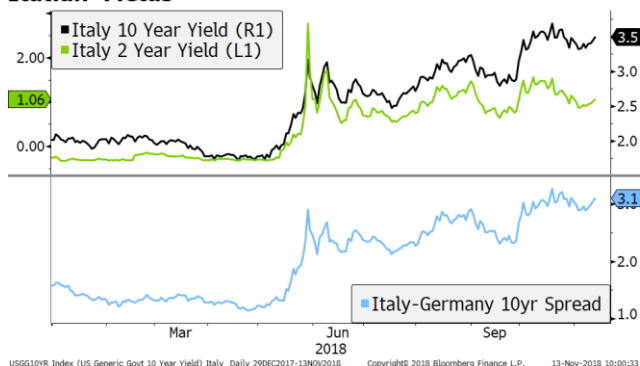
Source: Bloomberg, Morgan Stanley Research

Europe

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Yields are little changed in core markets but are rising 5 bps across the Italian curve. Reports continue to mention the potential for the Italian government to offer concessions on the budget ahead of today's revision deadline, but no concrete news is out and comments by FM Tria downplayed this possibility. Either way, analysts doubt that the concessions mentioned by the media, such as reducing the growth forecast, will be enough to satisfy the Commission. Also of note, Italy successfully placed some €5 bn in bonds today, but the longer-date issues (2038) saw its lowest bid-to-cover ratio since April, along with weaker pricing. **The EuroStoxx 600 is trading up 0.6%** this morning.

Italian Yields



Italy

Banca Carige is coming under increased focus. The bank's shares were suspended yesterday ahead of a board meeting where capital raising plans were discussed, and this followed two sessions of near 9% declines and losses of 55% this year. Italian banks agreed to invest some €320 mn to help the bank shore up its capital as part of a plan to sell €400 mn of subordinate bonds—large shareholders are likely to take up the rest. According to the plan, Carige will then sell shares to reimburse bond investors. The transaction will be carried out through the guarantee fund's "Voluntary Scheme," to which the country's main banks contribute. Carige is a small bank with assets of around €25 bn, less than 2% of the combined balance sheets of the largest 10 banks in Italy. For comparison, Unicredit has a balance sheet of €830 bn, Intesa €790 bn and the three next largest banks (BPM, BMPS and UBI) have assets of €130-160 bn. The events surrounding Carige seemed to have no significant spillovers to other Italian banks yet.

Banca Carige vs. EuroStoxx Banks
(YTD Performance)



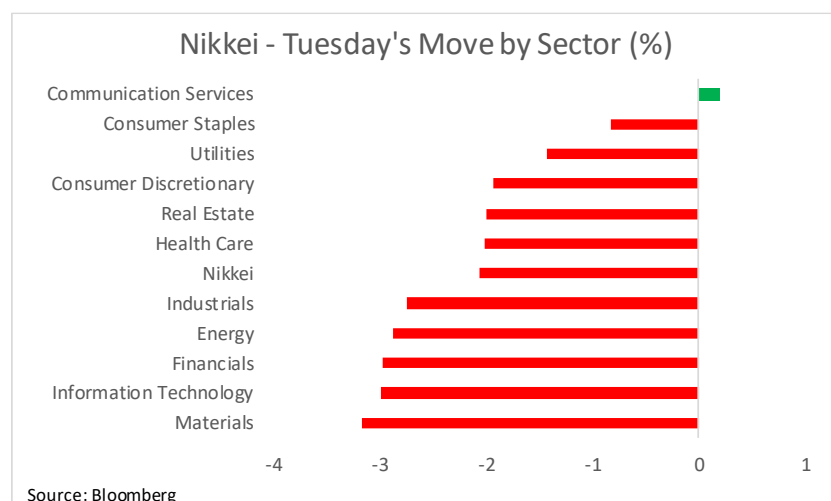
In Brexit news, sterling continues to swing on alternating headlines. After having canceled a crucial Cabinet meeting yesterday due to continued internal resistance, PM May said talks are "in the endgame." EU negotiator Barnier added that the parameters of the deal were almost there but many analysts remain unconvinced. Hopes of a deal in time for a November summit are receding, meaning a deal — if it happens — will only be struck in December or January. Sterling is appreciating fractionally today against the dollar after wage growth unexpectedly accelerated. This follows three sessions of considerable losses, totaling 1.5% against the dollar.

Other Mature Markets

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Japan

Stocks tumbled with all but one sector in the red. The declines were led by Apple suppliers as the fall in US tech stocks carried through overnight. Positive reports on US-China trade talks were unable to reverse the drop with the Nikkei ending the session down by 2.1%. The Topix was down 2% while the yen weakened by 0.3%. Separately, the Financial Services Agency is said to be looking into underwriting practices in corporate bond deals. According to recent reports, some issuances have been said to be sold out despite a lack of demand with the remainder being sold at a later date to select clients.



Emerging Markets

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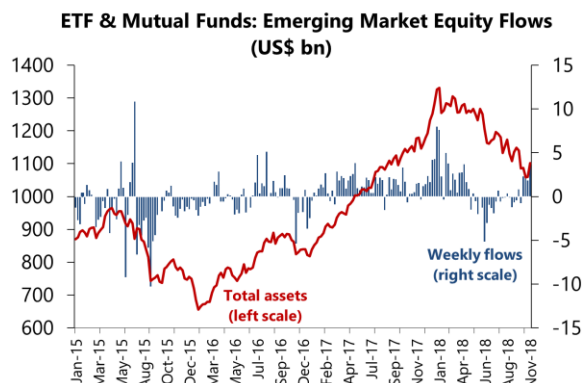
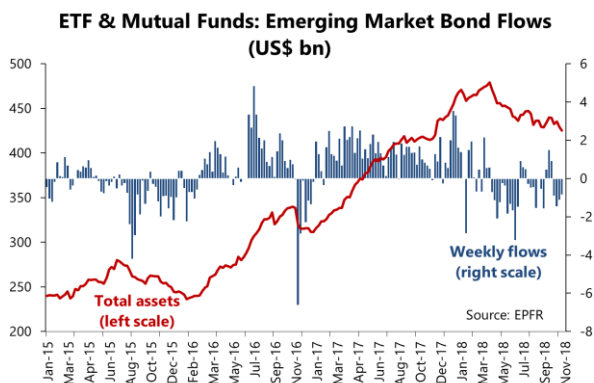
Key Emerging Market Financial Indicators

| Last updated: 11/13/18 8:20 AM | Level | | Change | | | | YTD |
|-----------------------------------|----------|-------|-----------------------------------|--------|---------|------|-----|
| | Last 12m | index | 1 Day | 7 Days | 30 Days | 12 M | |
| Major EM Benchmarks | | | % | | | | % |
| MSCI EM Equities | | 39.24 | 2.0 | -4 | -3 | -15 | -17 |
| MSCI Frontier Equities | | 27.10 | -0.7 | -2 | -2 | -14 | -18 |
| EMBIG Sovereign Spread (in bps) | | 365 | -2 | -3 | 13 | 68 | 80 |
| EM FX vs. USD | | 61.66 | -0.2 | -2 | -1 | -9 | -11 |
| Major EM FX vs. USD | | | %, (+) = EM currency appreciation | | | | |
| China Renminbi | | 6.96 | 0.1 | -1 | -1 | -5 | -6 |
| Indonesian Rupiah | | 14805 | 0.1 | 0 | 3 | -8 | -8 |
| Indian Rupee | | 72.67 | 0.3 | 0 | 2 | -10 | -12 |
| Argentine Peso | | 35.54 | 0.0 | 0 | 3 | -51 | -48 |
| Brazil Real | | 3.78 | -0.3 | 0 | -1 | -13 | -12 |
| Mexican Peso | | 20.43 | -0.3 | -3 | -8 | -6 | -4 |
| Russian Ruble | | 67.62 | 0.4 | -2 | -3 | -12 | -15 |
| South African Rand | | 14.42 | 0.4 | -2 | 0 | 0 | -14 |
| Turkish Lira | | 5.49 | -0.5 | -2 | 5 | -30 | -31 |
| EM FX volatility | | 10.11 | 0.0 | 0.1 | -0.4 | 1.9 | 2.3 |

Colors denote **tightening/easing** financial conditions for observations greater than ± 1.5 standard deviations. Data source: Bloomberg.

Fund Flows

EM funds registered a cumulative inflow of \$3.15 bn last week -the strongest weekly inflow number since May-2018- despite outflows from bond funds. Bond funds had net outflows of \$750 mn, extending the cumulative outflows to \$4.25 bn over the last six weeks. Equities had net inflows of \$3.9 bn, extending the cumulative inflows to \$10.7 bn over the last six weeks. Cumulative inflows to EM equities have amounted to \$42.7 bn YTD, while bonds have remained under pressure with cumulative outflows of \$7.8 bn YTD.



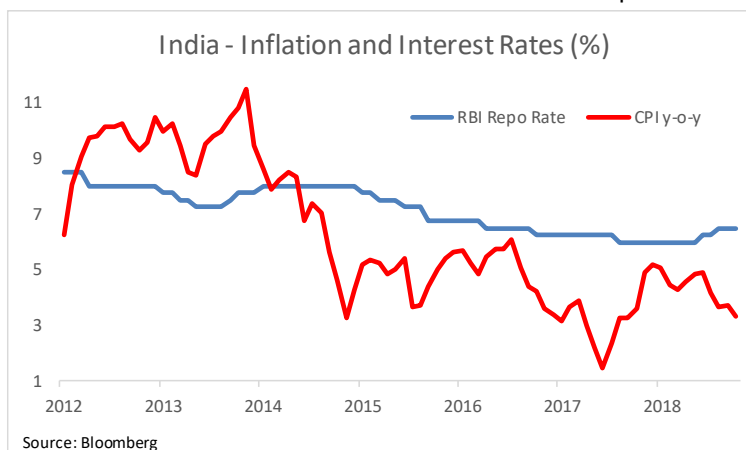
EMBIG sovereign spreads have remained relatively rangebound in the last few months after a sharp increase in the first half of the year. This is indicative of the moderation in the pressures on EM asset classes, also reflected in the stabilization of EM currencies vs US dollar. **Sovereign USD issuance is expected to continue to remain weak.** Analysts from Barclays forecast US dollar sovereign issuance to be around \$140 bn for 2018E and \$96 bn for 2019E, compared to record levels of around \$170 bn in 2017.

China

Equities outperformed on renewed optimism of trade talks with the US. According to reports, vice premier Liu He and Treasury secretary Mnuchin have resumed talks with the former potentially set to visit Washington shortly. Premier Li said that China was willing to negotiate with the US and that he was confident that a solution could be found that was acceptable to both sides. The small-cap ChiNex index had another strong day, rising by 1.7%, while the Shenzhen (+1.7%) and Shanghai (+0.9%) indices also advanced. The yuan was a fraction stronger at 6.96 to the dollar.

India

Bond yields fell after inflation slowed in October. Annual inflation slowed more than expected, from 3.7% to 3.3%, while the previous number was also revised down. The disinflation trend has been helped by vastly lower food inflation, raising the prospects of the RBI choosing to keep rates unchanged in the coming months. The benchmark 10-year instrument fell 3 bps to 7.77%, its lowest level since mid-August. The rupee strengthened by 0.3% to 72.7 against the dollar.



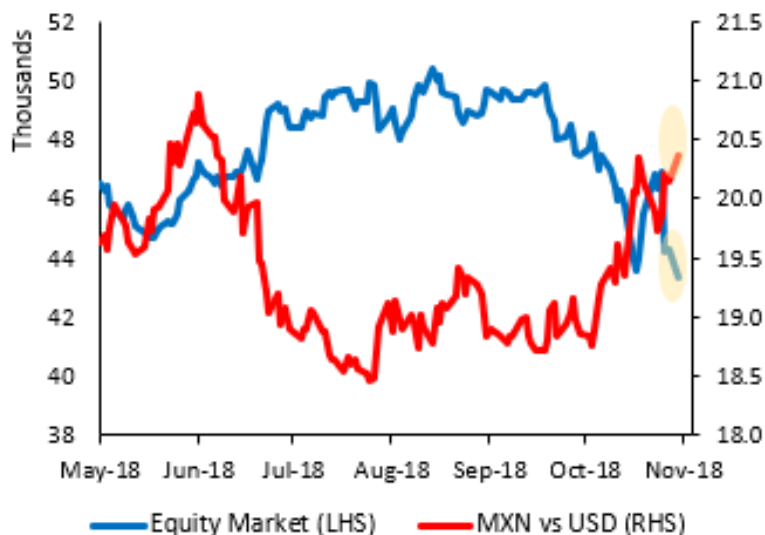
Brazil

The Brazilian real depreciated 1.0% to the dollar, in light of mixed news around the fiscal challenges in Brazil. Reports, quoting Bolsonaro's chief of staff Lorenzoni, highlighted that options on pension reform that can be enacted without changing the Constitution will be presented on Tuesday to the President-Elect Bolsonaro. On the other hand, analysts highlighted that the Senate has approved a big wage hike for the top justices, highlighting the hurdles Bolsonaro faces to make headway with fiscal reforms in Q4. Brazilian equities were however broadly unchanged, outperforming the region.

Mexico

Mexican assets underperformed the region today after the ruling party said it would push ahead with proposals to cut bank fees even after president-elect Lopez Obrador said on Friday that there would be no banking law changes in the near future. Equities were down 2.2% and the peso depreciated 1.1% to the dollar. With investors continuing to assess the policies of the incoming administration, the peso has depreciated 7% and equities have declined 9% over the last month.

Mexico: Currency (vs USD) and Equity market trend


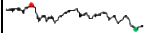



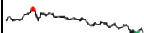
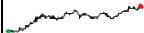



















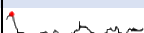




Source: Bloomberg

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Global Financial Indicators

| Last updated: 11/13/18 8:18 AM | Level | | Change | | | | YTD |
|-----------------------------------|---|--------|----------------------------------|--------|---------|------|-----|
| | Last 12m | Latest | 1 Day | 7 Days | 30 Days | 12 M | |
| Equities | | | % | | | | % |
| United States |  | 2726 | -2.0 | 0 | -1 | 5 | 2 |
| Europe |  | 3214 | 0.6 | 0 | 1 | -10 | -8 |
| Japan |  | 21811 | -2.1 | -2 | -4 | -3 | -4 |
| China |  | 2655 | 0.9 | 0 | 2 | -23 | -20 |
| Asia Ex Japan |  | 63 | -1.1 | -4 | -3 | -17 | -17 |
| Emerging Markets |  | 39 | 2.0 | -4 | -3 | -15 | -17 |
| Interest Rates | | | basis points | | | | |
| US 10y Yield |  | 3.16 | 0.0 | -6 | 0 | 76 | 76 |
| Germany 10y Yield |  | 0.40 | -0.1 | -4 | -10 | -2 | -3 |
| Japan 10y Yield |  | 0.11 | -0.5 | -2 | -4 | 6 | 7 |
| UK 10y Yield |  | 1.49 | 4.0 | -5 | -14 | 16 | 30 |
| Credit Spreads | | | basis points | | | | |
| US Investment Grade |  | 107 | 1.0 | 1 | 6 | 7 | 15 |
| US High Yield |  | 368 | 3.3 | 7 | 20 | -21 | -8 |
| Europe IG |  | 72 | 0.4 | 3 | -3 | 20 | 27 |
| Europe HY |  | 296 | 1.0 | 11 | 1 | 52 | 62 |
| EMBIG Sovereign Spread |  | 365 | -2.0 | -3 | 13 | 68 | 80 |
| Exchange Rates | | | % | | | | |
| Dollar Index (DXY) |  | 97.34 | -0.2 | 1 | 2 | 3 | 6 |
| USDEUR |  | 1.13 | 0.4 | -1 | -3 | -3 | -6 |
| USDJPY |  | 114.0 | -0.1 | 0 | -2 | 0 | -1 |
| EM FX vs. USD |  | 61.7 | -0.2 | -2 | -1 | -9 | -11 |
| Commodities | | | % | | | | |
| Brent Crude Oil (\$/barrel) |  | 69 | -1.3 | -4 | -14 | 10 | 3 |
| Industrials Metals (index) |  | 114 | 0.7 | -1 | -5 | -13 | -17 |
| Agriculture (index) |  | 43 | -0.3 | -1 | -2 | -11 | -10 |
| Implied Volatility | | | % | | | | |
| VIX Index (% change in pp) |  | 19.8 | -0.7 | -0.2 | -1.5 | 8.5 | 8.8 |
| 10y Treasury Volatility Index |  | 3.9 | 0.0 | -0.5 | 0.0 | 0.1 | 0.4 |
| Global FX Volatility |  | 8.4 | 0.0 | 0.2 | 0.2 | 0.9 | 1.0 |
| EA Sovereign Spreads | | | 10-Year spread vs. Germany (bps) | | | | |
| Greece |  | 406 | 4.2 | 15 | 15 | -60 | 37 |
| Italy |  | 308 | 3.7 | 11 | 0 | 166 | 149 |
| Portugal |  | 155 | -0.4 | 8 | 0 | -3 | 3 |
| Spain |  | 121 | 0.7 | 6 | 3 | 9 | 7 |

Colors denote **tightening**/**easing** financial conditions for observations greater than ± 1.5 standard deviations.
Data source: Bloomberg.

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Emerging Market Financial Indicators

| Last updated: 11/13/2018 8:21 AM | Exchange Rates | | | | | | Local Currency Bond Yields (GBI EM) | | | | | | | |
|--|----------------|--------|----------------------|--------|---------|------|-------------------------------------|----------|--------|--------------------------|--------|---------|------|-----|
| | Level | | Change (in %) | | | | | Level | | Change (in basis points) | | | | |
| | Last 12m | Latest | 1 Day | 7 Days | 30 Days | 12 M | YTD | Last 12m | Latest | 1 Day | 7 Days | 30 Days | 12 M | YTD |
| | vs. USD | | (+)= EM appreciation | | | | | % p.a. | | | | | | |
| China | | 6.96 | 0.1 | -0.6 | -1 | -5 | -6 | | 3.5 | -1.0 | -6 | -13 | -51 | -52 |
| Indonesia | | 14805 | 0.1 | 0.0 | 3 | -8 | -8 | | 8.4 | 8.5 | -8 | -42 | 145 | 175 |
| India | | 73 | 0.3 | 0.5 | 2 | -10 | -12 | | 7.9 | 0.9 | -3 | -25 | 65 | 38 |
| Philippines | | 53 | 0.2 | -0.2 | 2 | -4 | -6 | | 6.7 | 0.0 | 9 | 13 | 185 | 186 |
| Thailand | | 33 | 0.4 | -0.2 | -1 | 0 | -1 | | 2.9 | 0.3 | 1 | -3 | 61 | 60 |
| Malaysia | | 4.19 | -0.1 | -0.4 | -1 | 0 | -3 | | 4.1 | 0.9 | 0 | 6 | 6 | 25 |
| Argentina | | 36 | 0.0 | 0.2 | 3 | -51 | -48 | | 23.7 | 0.2 | 19 | 113 | 739 | 770 |
| Brazil | | 3.78 | -0.3 | -0.3 | -1 | -13 | -12 | | 8.8 | 0.6 | 18 | -47 | -22 | -22 |
| Chile | | 687 | 0.1 | -1.1 | -1 | -8 | -10 | | 4.8 | 0.0 | 2 | -8 | 11 | 2 |
| Colombia | | 3196 | -0.5 | -1.4 | -3 | -6 | -7 | | 6.8 | 0.0 | -9 | 5 | 30 | 56 |
| Mexico | | 20.43 | -0.3 | -3.4 | -8 | -6 | -4 | | 8.9 | -0.3 | 26 | 76 | 158 | 123 |
| Peru | | 3.4 | -0.1 | -0.2 | -1 | -4 | -4 | | 5.9 | 0.0 | -5 | 3 | 51 | 62 |
| Uruguay | | 33 | 0.2 | 0.6 | 1 | -10 | -12 | | 10.7 | 0.0 | -2 | 18 | | 208 |
| Hungary | | 286 | 0.3 | -1.6 | -3 | -7 | -10 | | 2.7 | 0.0 | 8 | -18 | 140 | 148 |
| Poland | | 3.81 | 0.6 | -1.3 | -3 | -5 | -9 | | 2.6 | 0.1 | 3 | -2 | -14 | -11 |
| Romania | | 4.1 | 0.3 | -1.4 | -3 | -4 | -6 | | 4.3 | 2.0 | -3 | -28 | 70 | 51 |
| Russia | | 67.6 | 0.4 | -2.2 | -3 | -12 | -15 | | 8.7 | 4.6 | 33 | 20 | 117 | 140 |
| South Africa | | 14.4 | 0.4 | -2.1 | 0 | 0 | -14 | | 9.8 | 4.0 | 8 | -5 | -10 | 49 |
| Turkey | | 5.49 | -0.5 | -2.5 | 5 | -30 | -31 | | 17.2 | -42.1 | 23 | -348 | 483 | 526 |
| US (DXY; 5y UST) | | 97 | -0.2 | 1.1 | 2 | 3 | 6 | | 3.01 | -2.6 | -5 | -1 | 93 | 80 |

| | Equity Markets | | | | | | Bond Spreads on USD Debt (EMBIG) | | | | | | | |
|--------------|----------------|--------|---------------|--------|---------|------|----------------------------------|--------------|--------|--------------------------|--------|---------|------|-----|
| | Level | | Change (in %) | | | | | Level | | Change (in basis points) | | | | |
| | Last 12m | Latest | 1 Day | 7 Days | 30 Days | 12 M | YTD | Last 12m | Latest | 1 Day | 7 Days | 30 Days | 12 M | YTD |
| | | | | | | | | basis points | | | | | | |
| China | | 2655 | 0.9 | 0 | 2 | -23 | -20 | | 184 | -1 | -3 | 0 | 42 | 32 |
| Indonesia | | 5835 | 1.0 | -1 | 1 | -3 | -8 | | 213 | -2 | -6 | 11 | 41 | 47 |
| India | | 35144 | 1.0 | 1 | 1 | 6 | 3 | | 169 | 2 | 2 | 4 | 54 | 59 |
| Philippines | | 6844 | -1.2 | -5 | -2 | -18 | -20 | | 106 | -2 | -15 | -3 | 11 | 11 |
| Malaysia | | 1688 | -1 | -1 | -2 | -3 | -6 | | 137 | -2 | 0 | 10 | 26 | 27 |
| Argentina | | 29423 | -1.6 | -6 | -1 | 10 | -2 | | 618 | -2 | 6 | -38 | 239 | 268 |
| Brazil | | 85088 | -0.1 | -4 | 3 | 17 | 11 | | 254 | -2 | -2 | -7 | 9 | 20 |
| Chile | | 5165 | -0.5 | -1 | 0 | -3 | -7 | | 140 | -2 | -6 | 16 | 16 | 21 |
| Colombia | | 1420 | 0.0 | 2 | -3 | -1 | -6 | | 195 | -1 | -2 | 16 | 7 | 21 |
| Mexico | | 43310 | -2.2 | -7 | -9 | -10 | -12 | | 307 | -3 | -1 | 47 | 58 | 62 |
| Peru | | 18935 | -1 | -2 | -2 | -3 | -5 | | 155 | -2 | -9 | 12 | 19 | 18 |
| Hungary | | 38353 | 0.6 | 2 | 6 | -2 | -3 | | 125 | -2 | -1 | 11 | 32 | 37 |
| Poland | | 56753 | -0.3 | 0 | 0 | -11 | -11 | | 54 | -1 | -2 | -7 | 10 | 7 |
| Romania | | 8618 | -0.5 | 0 | 3 | 11 | 11 | | 186 | 4 | -2 | 12 | 54 | 73 |
| Russia | | 2392 | 0.0 | -1 | 0 | 10 | 13 | | 236 | -1 | 10 | 11 | 52 | 58 |
| South Africa | | 52050 | -0.4 | -4 | -3 | -13 | -13 | | 334 | -2 | -10 | 0 | 15 | 80 |
| Turkey | | 93001 | 1.7 | -2 | -4 | -15 | -19 | | 429 | -2 | -5 | -35 | 101 | 140 |
| Ukraine | | 600 | 0.1 | 2 | 8 | 98 | 90 | | 625 | -2 | 13 | 54 | 152 | 170 |
| EM total | | 23 | 0.0 | -3 | -3 | -13 | -12 | | 365 | -2 | -3 | 13 | 68 | 80 |

Colors denote tightening/easing financial conditions for observations greater than ± 1.5 standard deviations. Data source: Bloomberg.