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Global Trading Summary

Asia	Last	Actual	%change	Mtd	Ytd
Nikkei 225	21,788.14	241.15	1.12%	-2.32%	-4.29%
Shanghai	2,747.23	13.35	0.49%	-3.52%	-16.93%
Hang Seng	28,315.62	133.53	0.47%	-2.21%	-5.36%
Australia	6,272.29	56.77	0.91%	1.25%	3.42%
Europe	Last	Actual	%change	Mtd	Ytd
EuroStoxx 50	3,439.26	(1.19)	-0.03%	1.30%	-1.83%
Germany	12,473.84	8.80	0.07%	1.36%	-3.44%
UK	7,584.93	(18.50)	-0.24%	-0.68%	-1.34%
France	5,366.02	(0.27)	-0.01%	0.80%	1.01%

Market Holidays: Czech Republic, Lithuania.

Market commentary

Asian benchmarks rallied on Friday as U.S. tariffs on Chinese imports took effect at midnight. Japan's Nikkei 225 index rose 1.1% as stocks rebounded from 4 straight days of declines. Healthcare was the best performing sector as shares of major drug maker Eisai Co., up nearly 20%, traded limit up after the co. received favorable results for its Alzheimer's drug trial. Technology and telecommunications also advanced while energy producers finished in the red with shares of major refiner Showa Shell dropping 2.3%. Equity markets in Hong Kong and mainland China reversed higher with the Hang Seng and Shanghai Composite each rising +0.5% as China said it would retaliate with its own set of tariffs. Consumer goods and services, healthcare and telecommunications led the advance while utilities lagged on a relative basis. Stocks in Australia extended gains with the ASX 200 index rising 0.9% as telecommunications, resources and financial led the gauge higher. Commonwealth Bank of Australia contributed the most to the index gain, increasing 1.6% while rivals Nat'l Aust. Bank and ANZ Bank added 1.6% and 2%, respectively. Miners improved as bellwethers BHP Billiton and Rio Tinto added 0.7% to 0.9%. Energy producers including Woodside Petro and Santos Ltd firmed 1.2% and 1.8%, respectively. Korea's Kospi index rallied 0.7% despite a selloff in tech shares after heavyweight Samsung Electronics, -2.3%, reported lighter than expected results. Stocks were supported by gains in major steel maker Posco, +1.2% and automakers Hyundai Motor and Kia Motor, up 1.7% and 4.6%, respectively. Taiwan's Taix index finished unchanged after gains in technology, consumer staples and industrials were offset by declines in resources, financials and consumer discretionary shares. Turnover in the region was flat to weaker as participation in Korea fell 25% and 10% in Australia while seen little changed in Japan, Hong Kong and Taiwan.

European markets trade mixed in a tight range with the UK, Germany and France all +/- 10bps. FT noted European equity funds saw \$2.9B of outflows in week-ended 4-Jul, bringing total outflows over last 17 weeks to \$45B. Longest string of outflows since 2016. German May Industrial production +2.6% handily beating 0.6% consensus. UK house prices remained flat and Italian May retail sales data was constructive. M&A is in focus with Deutsche Bank trading 4.5% higher on reports JP Morgan, ICBC may be interested in taking stakes. Shares of Brussels based Ontex are suspended after it rejected an offer from PAI Partners and Inmarsat ISAT LN dips 8% after it rejected Ecostar's bid. Utilities, staples and telecoms lead advancers while energy, financials and tech shares weigh. The EUR and GBP are each higher by about 10bps and volumes are running at 95% of the 20 day average.

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