

Week Ahead

The market euphoria after the US/China trade ceasefire did not last long. Equity markets ended lower on the week, in what ended up being the worst start of December for the equity markets since 2008. This seemed to be caused by renewed fears of a global growth slowdown and the continued flattening of the US yield curve. We did see parts of the yield curve invert last week in the 3 to 5-year range. This led to fear of an upcoming recession. We however, are not willing to take it that far. We are much more concerned with the 2/10 spread. If we see this range of the curve invert then we will begin to worry. This week, US Economic data we will be keeping our eyes on will be Inflation data on Wednesday & Thursday along with retail sales data on Friday. US earnings will be light, which will put the attention on Brexit and continued geopolitical turmoil, such as the trade war, that we have been facing all year.

Major Earnings Announcements for the Week:

Monday-

Tuesday- American Eagle Outfitters & Dave & Buster's

Wednesday-

Thursday- Adobe and Costco

Friday-

Economic Calendar/ Market Moving Events:

Monday- JOLTS 10:00AM

Tuesday- PPI releases 8:30AM

Wednesday- CPI Releases 8:30AM

Thursday- Import Price Index 8:30AM

Friday- Retail Sales 8:30AM, Industrial Production 9:15AM, Capacity Utilization 9:15AM. Markit US PMI 9:45AM & Business Inventories 10:00AM