

## Week Ahead

After a few years removed from the headlines, Italian risk is back. Traders woke this morning to panic selling of everything Italian, from bonds to equities. The move in bonds was the most dramatic as seen in the 2-year yield exploding 170 bps higher on the day rising to 2.60% from negative just a few days ago. 10-year yields also saw a big move trading 70bps higher to 3.4%. This is going to put the spotlight back on Draghi to see how the ECB responds now that Europe is once again facing threats to its currency and the EU overall.

Things on the home front have been a little less dramatic as we are seeing some weakness in equities and some strength in yields this morning which should be expected based on what is happening across the pond. This week however, AMB believes the US economic data will move to the forefront as we get updates on the economy, labor and inflation. This is a holiday shortened week but it is full of important data that we will be keeping a close eye on.

### Major Earnings Announcements for the Week:

<b>Monday-</b>	Holiday
<b>Tuesday-</b>	HP Inc & Salesforce.com
<b>Wednesday-</b>	Analog Devices, Dick's Sporting Goods, Michael Kors & Guess
<b>Thursday-</b>	American Eagle Outfitters, Dollar General, Dollar Tree, Donaldson Co, Five Below, Gamestop and Ulta Beauty
<b>Friday-</b>	Abercrombie & Fitch

### Economic Calendar/ Market Moving Events:

<b>Monday-</b>	Holiday
<b>Tuesday-</b>	
<b>Wednesday-</b>	GDP Annualized 1 <sup>st</sup> Revision 8:30AM, Advanced Goods Trade Balance 8:30AM and US Beige Book 2:00PM
<b>Thursday-</b>	Personal Income and Spending 8:30AM and PCE Deflator 8:30AM
<b>Friday-</b>	Nonfarm Payrolls 8:30AM, Unemployment Rate 8:30AM, Avg Hourly Earnings 8:30AM, Manufacturing PMI 9:45PM, Construction Spending 10:00AM and ISM Manufacturing 10:00AM