

# Country Indices Flash Report

July 2018

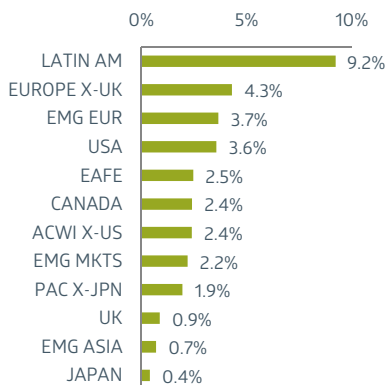
## Commentary\*

- Emerging markets staunched the bleeding in July. 2/3 of EMs rose more than EAFE, and currency was a benefit to U.S. investors after a painful 2nd quarter when a strong dollar took more than 5% from EM returns. With non-U.S. central banks readying their tightening tools, the end of the dollar rally may be nigh.
- U.S. equities are enjoying another quarter of tax law-charged earnings, but while overall results are excellent, bellwether misses have taken some air out of U.S. equities.
- Latin America, the global whipping boy of the 2nd quarter, rebounded strongly in July on the heels of the election of Andres Manuel Lopez Obrador in Mexico.
- Europe finalized its largest ever trade deal during the month, reducing tariffs on a number of items with partner Japan. President Trump's meeting with European Commission President Jean-Claude Juncker may help resurrect some elements of the scuttled Transatlantic Trade and Investment Partnership (TTIP).

For more information, please visit our [International](#) and [Emerging Markets](#) Strategy website sections.

## COUNTRY/REGIONAL SNAPSHOT

July 2018 total return (MSCI indices)\*  
US\$ terms with net dividends



## TOTAL RETURN FOR SELECTED MSCI INDICES, US\$ TERMS WITH NET DIVIDENDS\* (for periods ended 07/31/18)

COUNTRY/REGION	1 MO.	3 MOS.	2018 YTD	12 MOS.	CAL 2017
USA	3.6%	6.7%	6.3%	15.6%	21.2%
ALL COUNTRY WORLD EX-USA (ACWI X-US)	2.4%	-1.9%	-1.5%	5.9%	27.2%
Canada	2.4%	4.6%	-0.7%	7.5%	16.1%
EAFE (Europe, Aus, Far East)	2.5%	-1.1%	-0.4%	6.4%	25.0%
Japan	0.4%	-3.1%	-1.6%	8.8%	24.0%
UK	0.9%	-0.9%	-0.2%	8.2%	22.3%
PACIFIC EX-JAPAN	1.9%	0.6%	-0.1%	6.2%	25.9%
Australia	2.2%	5.0%	0.9%	6.4%	19.9%
Hong Kong	1.6%	-2.8%	-1.0%	7.0%	36.2%
Singapore	1.7%	-11.5%	-3.3%	4.3%	35.6%
EUROPE EX-UK	4.3%	-0.7%	0.1%	4.7%	26.8%
France	3.6%	-1.5%	3.5%	10.7%	28.7%
Germany	4.3%	-1.7%	-3.4%	5.0%	27.7%
Netherlands	4.1%	0.8%	3.2%	6.4%	32.2%
Belgium	2.2%	-0.5%	-3.4%	-4.3%	18.6%
Finland	1.2%	-1.7%	10.9%	9.2%	22.5%
Austria	5.0%	-4.8%	-4.2%	5.0%	58.3%
Portugal	5.0%	5.0%	9.5%	15.2%	23.8%
Italy	3.2%	-9.4%	0.7%	4.0%	28.4%
Spain	3.8%	-3.4%	-2.4%	-4.4%	27.0%
Denmark	5.8%	0.5%	-3.1%	2.1%	34.7%
Norway	0.9%	0.8%	5.5%	14.5%	28.3%
Sweden	5.4%	2.9%	-0.9%	-0.3%	20.6%
Switzerland	6.5%	4.0%	-0.8%	2.0%	22.5%
Israel	4.1%	14.4%	9.3%	1.2%	2.1%
EMERGING MARKETS	2.2%	-5.5%	-4.6%	4.4%	37.3%
South Africa	5.1%	-6.2%	-11.3%	4.7%	36.1%
EMERGING EUROPE	3.7%	-2.3%	-5.0%	5.0%	20.5%
Poland	11.2%	-3.1%	-9.8%	-2.1%	54.7%
Russia	4.0%	5.5%	6.8%	25.8%	5.2%
Turkey	-7.2%	-23.0%	-34.7%	-35.6%	38.4%
Greece	-0.2%	-15.7%	-9.0%	-10.3%	28.6%
LATIN AMERICA	9.2%	-9.0%	-3.0%	0.7%	23.7%
Brazil	11.8%	-14.3%	-7.5%	0.4%	24.1%
Chile	4.5%	-9.0%	-6.2%	8.0%	42.2%
Mexico	8.7%	2.5%	5.7%	-5.4%	16.0%
EMERGING ASIA	0.7%	-5.3%	-4.4%	5.0%	42.8%
China	-2.5%	-5.9%	-4.2%	8.6%	54.1%
India	6.5%	1.7%	-1.5%	5.3%	38.8%
Indonesia	2.7%	-5.8%	-16.6%	-10.9%	24.2%
Korea	-1.5%	-12.9%	-1.3%	-1.3%	47.3%
Malaysia	4.7%	-6.4%	0.6%	10.4%	25.1%
Taiwan	5.1%	3.2%	4.1%	6.3%	27.5%
Thailand	7.8%	-8.1%	-0.2%	17.5%	34.5%

## CURRENCY RETURN VS. USD\* (for periods ended 07/31/18)

	1 MO.	3 MOS.	2018 YTD	12 MOS.	CAL 2017
Australian Dollar	0.6%	-1.5%	-5.0%	-6.9%	8.0%
Canadian Dollar	1.0%	-1.5%	-3.8%	-4.0%	7.0%
Euro	0.2%	-3.2%	-2.6%	-0.8%	13.8%
Yen	-1.0%	-2.2%	0.6%	-1.3%	3.5%
Swiss Franc	0.3%	0.0%	-1.6%	-2.5%	4.3%
British Pound	-0.6%	-4.8%	-3.0%	-0.5%	9.5%

Sources: Bailard, MSCI/Bloomberg.

\* Past performance is no indication of future results. All investments involve the risk of loss. Please see reverse for important disclosures.

## DISCLOSURES

The MSCI indices presented in this publication are free float-adjusted market capitalization indexes that are designed to measure equity market performance of the geographic areas described. These indexes are presented with net dividends reinvested, in U.S. dollars. They are unmanaged and uninvestable and do not reflect any transaction costs.

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