

# Deutsche Asset & Wealth Management Multi Asset Investment Committee (MIC) forecasts

Equity indices	Forecasts		Key sovereign bond yields (10-year, %)	Forecasts		Forecasts	
	September 2016			September 2016	Currencies	September 2016	
USA (S&P 500)	2,160		USA	2.25	EUR/USD	1.00	
Eurozone (Euro STOXX 50)	3,600		Germany	0.75	USD/JPY	130	
Germany (DAX)	11,400		UK	2.15	EUR/JPY	130	
UK (FTSE 100)	6,500		Japan	0.35	EUR/GBP	0.67	
Japan (MSCI Japan))	1,020				USD/GBP	1.49	
Asia ex Japan (MSCI in USD)	510		Commodities				
Latin America (MSCI in USD)	1,700		Oil (WTI)	55			
			Gold in USD	1,250			

Forecasts are from the DeAWM Quarterly Chief Investment Office (CIO) Day on September 21, 2015.

## Facts and Figures

Rates										Equities									
	Current	1-Wk Return	MTD Return	QTD Return	YTD Return	12 Mo Return	2 Year Return (Ann)	3 Year Return (Ann)	5 Year Return (Ann)		Current	1-Wk Return	MTD Return	QTD Return	YTD Return	12 Month Return	2 Year Return (Ann)	3 Year Return (Ann)	5 Year Return (Ann)
2-Year Treasury	0.8%	0.1%	0.3%	0.3%	0.9%	1.1%	0.8%	0.8%	0.7%	S&P 500	1920.0	-0.5%	-2.5%	-6.4%	-5.3%	-0.6%	9.1%	12.4%	13.3%
10-Year Treasury	2.1%	1.0%	1.4%	2.9%	2.4%	6.0%	5.2%	1.4%	3.8%	MSCI World (USD)	381.7	-0.6%	-3.6%	-8.3%	-6.9%	-6.2%	2.5%	7.5%	7.4%
30-Year Treasury	2.9%	1.7%	1.3%	5.1%	-1.1%	8.8%	11.1%	2.4%	6.3%	MSCI Europe ex UK (USD)	1099.6	-0.3%	-4.7%	-8.0%	-3.1%	-7.3%	-0.7%	8.5%	5.0%
Barclays TIPS (1-10 YR)	1.6%	0.3%	-0.3%	-0.9%	0.2%	-0.8%	-0.1%	-1.4%	1.8%	MSCI UK (USD)	1116.7	-0.9%	-4.5%	-10.0%	-6.2%	-12.1%	-3.4%	3.0%	4.6%
Barclays Credit	3.3%	0.2%	0.5%	0.5%	-0.3%	1.9%	4.0%	2.0%	4.1%	MSCI Japan (USD)	2572.3	-1.7%	-6.7%	-11.7%	0.5%	-1.9%	-0.5%	9.2%	5.1%
Barclays U.S. High Yield	8.0%	-1.2%	-2.8%	-4.9%	-2.5%	-3.4%	1.7%	3.5%	6.1%	MSCI Latam (USD)	1894.6	0.1%	-7.7%	-24.3%	-29.0%	-38.9%	-21.8%	-17.3%	-12.7%
Barclays Emerging Market	6.0%	-0.4%	-1.3%	-2.4%	0.3%	-1.4%	3.1%	1.3%	4.7%	MSCI Asia ex Jpn (USD)	483.2	0.2%	-1.7%	-16.9%	-12.3%	-12.1%	-2.4%	0.2%	0.7%

  

Rates Valuations										Equity Valuations									
	Current	1 Wk Change (in bps)	MTD Change (in bps)	QTD Change (in bps)	YTD Change (in bps)	12 Mo Change (in bps)	2 Year Change (in bps)	3 Year Change (in bps)	5 Year Change (in bps)		Current	1 Wk Change	MTD Change	QTD Change	YTD Change	12 Month Change	2 Year Change	3 Year Change	5 Year Change
Investment Grade Spreads	160	8.0	5.0	23	35.0	53.0	25.0	16.0	0.0	S&P 500 P/E (LTM)	16.3	-0.10	-0.47	-1.30	-1.38	-0.76	0.75	2.13	1.62
High Yield Spreads	630	57.0	86	154	147	206.0	169.0	79.0	9.0	MSCI World P/E (LTM)	15.3	-0.13	-0.43	-1.47	-0.95	-0.31	0.32	2.54	0.83
Emerging Market Spreads	437	25.0	45.0	93	49	132.0	93.0	107.0	132.0	MSCI Europe ex UK P/E (LTM)	15.0	0.09	-1.10	-1.80	-0.68	-0.76	0.29	3.05	1.51
Fed Funds Rate	0.25	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	MSCI UK P/E (LTM)	9.0	0.00	-0.32	-0.71	0.08	-0.27	0.40	1.85	1.09
										MSCI Japan P/E (LTM)	14.5	-0.59	-1.50	-3.18	-1.41	-36.20	-53.03	-53.05	-94.13
										MSCI Latam P/E (LTM)	12.3	-6.67	-0.67	-2.92	-6.69	-1.43	-1.71	-6.40	-1.83
										MSCI Asia ex Jpn P/E (LTM)	11.5	-0.04	-0.17	-1.73	-1.28	-0.87	-0.91	-1.08	-3.58

  

Commodities & Alternatives										Equity Technicals and Fundamentals				
	Current	1-Wk Return	MTD Return	QTD Return	YTD Return	12 Mo Return	2 Year Return (Ann)	3 Year Return (Ann)	5 Year Return (Ann)		Div Yld	Relative Strength Index	Next 12 Mo Earnings Growth	3 Mo Change in Earnings Est (NTM)
Light Crude Oil Futures	\$45.1	-1.3%	-8.4%	-24.2%	-15.4%	-50.5%	-33.9%	-21.2%	-10.8%	S&P 500	2.1%	42.95	7.5%	-2.1%
Gold Futures	\$1,115	-2.7%	-1.5%	-4.8%	-5.8%	-8.0%	-8.3%	-14.3%	-3.2%	MSCI World	2.6%	41.23	7.9%	-2.0%
Baltic Dry Index	600.0	-4.6%	-0.3%	12.5%	15.1%	-15.3%	-33.0%	5.5%	-18.1%	MSCI Europe ex UK	3.1%	43.42	9.5%	-1.6%
Regular Unleaded Gas Price	2.29	-0.1%	-6.5%	0.0%	2.2%	-31.2%		-15.4%	-3.3%	MSCI UK	3.9%	46.75	2.2%	-6.2%
Trade Weighted Dollar Index	98.2	0.1%	0.4%	0.8%	8.7%	12.1%	9.6%	6.4%	4.1%	MSCI Latam	2.8%	41.54	13.6%	-0.7%
VIX Index	24.5	10.7%	-13.8%	34.4%	27.6%	50.2%	21.5%	15.9%	0.7%	MSCI Asia ex Jpn	2.6%	42.81	7.9%	-5.7%
										MSCI Japan	1.7%	53.46	15.3%	1.0%

Current data as of September 30, 2015. Data source: FactSet, negative numbers are in red.

No assurance can be given that any forecast or target can be achieved. Forecasts are based on assumptions, estimates, opinions and hypothetical models which may prove to be incorrect. Past performance is not indicative of future returns. Investments come with risk. The value of an investment can fall as well as rise and you might not get back the amount originally invested at any point in time. Your capital may be at risk.