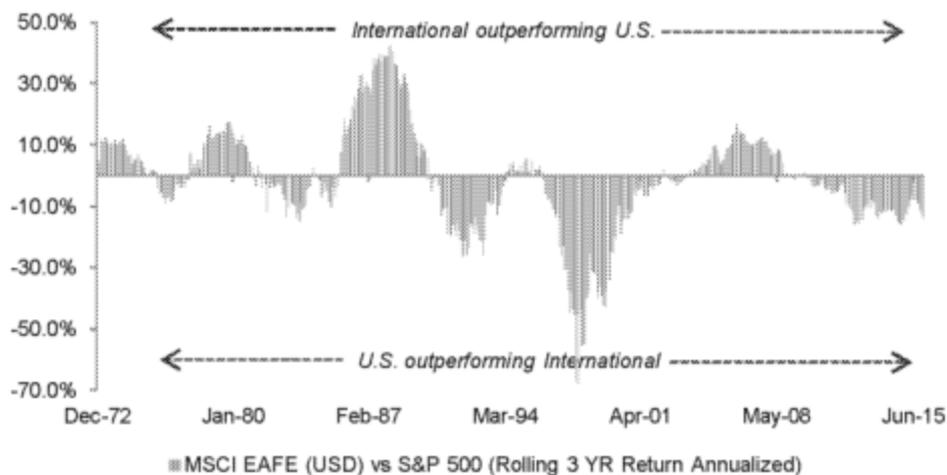


7 Global Equities



All Eyes on Earnings

Rolling Return: EAFE vs. U.S.



International Post Fed Hike



- Historically, the performance of international equities relative to the U.S. has shifted in cycles.
- In fact, the past five cycles that international equities outperformed U.S. equities lasted, on average, 3.4 years.
- On a rolling three year basis, the U.S. has been outperforming international equities for ~6 years.
- Historically, the U.S. has outperformed for, on average, four years.

- Following the onset of a Fed tightening cycle, the S&P 500 has historically underperformed the MSCI EAFE Index.

Footnotes: Data is monthly and as of December 2015. Price return only in USD.
Source: FactSet, Deutsche Bank Wealth Management

Footnotes: Time period is considered a tightening cycle when the Fed raises rates three or more consecutive times. The tightening cycle is considered over at the last rate hike. # of days is calendar days. Tightening cycles date back to 1970.
Source: FactSet, Deutsche Bank Wealth Management

Deutsche Bank
Wealth Management

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