

PARFINES

DEDICATED TO WEALTH MANAGEMENT



ABOUT US

PARfinance SA is a Swiss Wealth Management company registered in 2009 under the company number CHE-113.571.146. The firm is a member of the Swiss Association of Asset Managers (SAAM-ASG), an independent self-regulatory body founded 1986 under the umbrella of the Swiss Financial Market Supervisory Authority (FINMA).

Our company is specialized in **Portfolio Management**, **Investment Advisory** and **Family Office Services**. Our team takes a comprehensive view of your needs and offers a wide range of financial services for the management of both personal and business assets. We give tailored advice that enables our clients to invest, protect and pass on their wealth according to each individual goals. We are here to add value to our clients' portfolios.

Quote of the week

«Life's most persistent and urgent question is, What are you doing for others»

Rev Dr Martin Luther King Jr

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WEEK IN REVIEW

MAIN NEWS

- The combination of a resilient Chinese economy, rising corporate earnings optimism and a strong US housing market saw global equities strengthen on Friday. The MSCI All Countries World Index rose 0.41% to a record closing high, marking the biggest weekly percentage gain since Sep. US stocks also rose to cap a strong week that saw the S&P 500 gain 1.96%, the Dow Jones Industrial up 1.82% and the NASDAQ 2.29% higher.
- As expected, China's GDP grew 6.0% YoY in Q4 2020, allaying market fears of a sharper slowdown. Additionally, industrial production rose 6.9% YoY, accelerating from November's 6.2% and beating market expectations.
- China and Myanmar agreed to expedite several projects designated as part of the pan-Eurasia Belt and Road Initiative in a sign of growing ties between both countries.
- EU officials warn in private of bad feelings over Boris Johnson's decision to rule out extending the Brexit transition. It means negotiators will have to prioritize the key elements of a future FTA in 2020, with other agreements coming later.
- Weak UK retail sales data on Friday saw the GBP/USD give up its intraday gains to close at 1.3013.
- Oil jumped as rising tension in the Middle East and North Africa halted output and exports from key OPEC producers Iraq and Libya.

MAIN MARKETS

	CLOSE	WTD**	YTD		CLOSE	WTD**	YTD
Equities							
S&P 500	3322.18	1.74%	2.83%	MSCI WORLD	2406.17	1.20%	2.02%
DAX	13526.13	0.32%	2.09%	Eurostoxx	3808.26	0.49%	1.69%
Nikkei	24041.26	0.80%	1.63%	HSCEI*	11419.91	1.35%	2.26%
S&P Bse Se	41945.37	0.83%	1.68%	Brazil Ibovesp	117633.60	1.84%	1.72%
Commodities							
Gold Spot	1557.75	-0.29%	2.67%	WTI	58.56	-0.81%	-4.09%
Currencies							
EUR/USD	1.1094	-0.24%	-1.06%	USD/CAD	1.31	0.15%	0.62%
EUR/CHF	1.0741	-0.70%	-1.06%	USD/CNY	6.86	-0.86%	-1.48%
GBP/EUR	1.1742	-0.05%	-0.70%	USD/RUB	61.55	0.85%	-0.65%
Swap Rate							
10Y US RATE	1.773	1.43%	-4.68%	3M Libor	1.826	-0.61%	-4.28%
10Y EU RATE	0.147	-4.55%	-27.94%	3M Euribor	-0.39	0.51%	-2.61%
Central Bank Rate							
Fed Funds	1.75	N/A	N/A	ECB Rate	0.00	N/A	N/A

*Hang Seng China Enterprises Index

**WTD as of 17.01.2020

MARKET MOVERS

PREVIOUS WEEK

Date	Zone	Indicator/Event	Actual	Cons.	Prev.
14/01	US	Inflation Rate YoY Dec	2.3%	2.3%	2.1%
15/01	DE*	Full Year GDP Growth 2019	0.6%	0.6%	1.5%
15/01	GB	Inflation Rate YoY Dec	1.3%	1.5%	1.5%
16/01	US	Retail Sales MoM Dec	0.3%	0.3%	0.3%
17/01	CN	GDP Growth Rate YoY Q4	6.0%	6.0%	6.0%

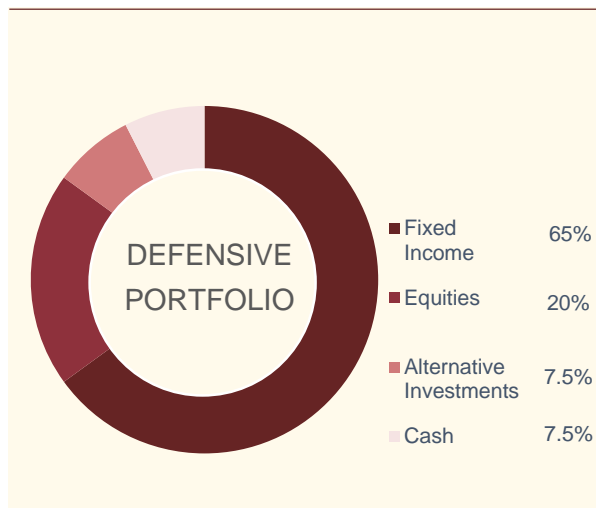
THIS WEEK

Date	Zone	Indicator/Event	Forecast
20/01	CN	Loan Prime Rate 1Y	4.05%
21/01	DE*	ZEW Economic Sentiment Index Jan	15
22/01	CA	Inflation Rate YoY Dec	2.2%
22/01	CA	BoC Interest Rate Decision	1.75%
24/01	JP	Inflation Rate YoY Dec	0.5%

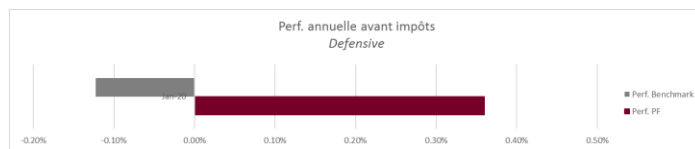
* Germany

PORTFOLIO MANAGEMENT

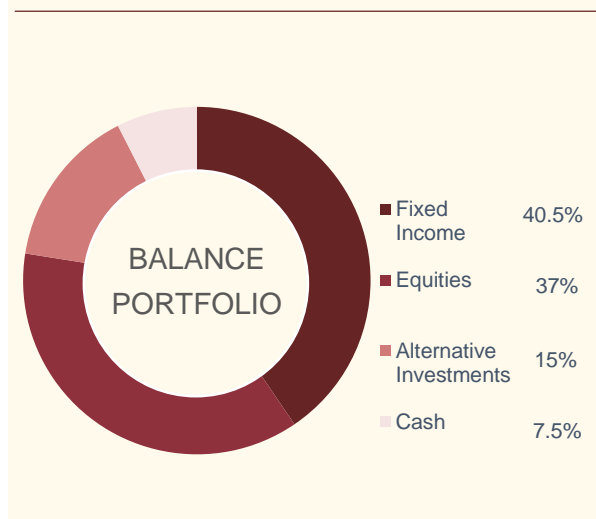
Indicative performances



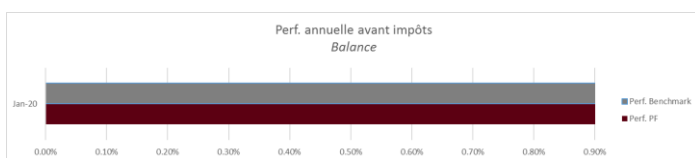
Historical Performance



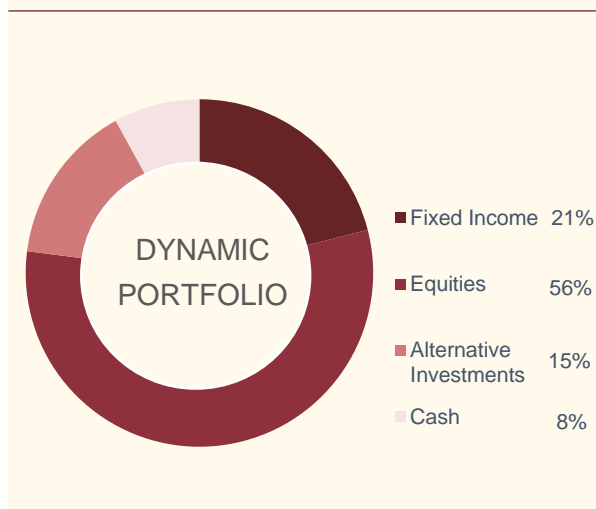
	2016	2017	2018	2019	2020
PARfinance Net Perf.	5.13%	6.89%	-0.76%	9.48%	0.36%
Benchmark Perf.	4.08%	6.56%	-0.49%	9.30%	-0.12%
PARfinance Cum Net Perf. since 01.01.2016					21.10%
Volatility	-	1.75%	3.87%	3.28%	1.67%



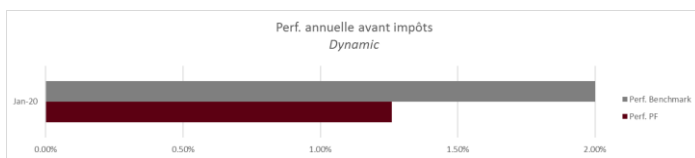
Historical Performance



	2016	2017	2018	2019	2020
PARfinance Net Perf.	3.47%	12.91%	-5.38%	10.17%	1.22%
Benchmark Perf.	4.55%	11.60%	-4.22%	13.36%	1.19%
PARfinance Cum Net Perf. since 01.01.2016					22.17%
Volatility	-	2.29%	5.51%	5.51%	4.61%



Historical Performance



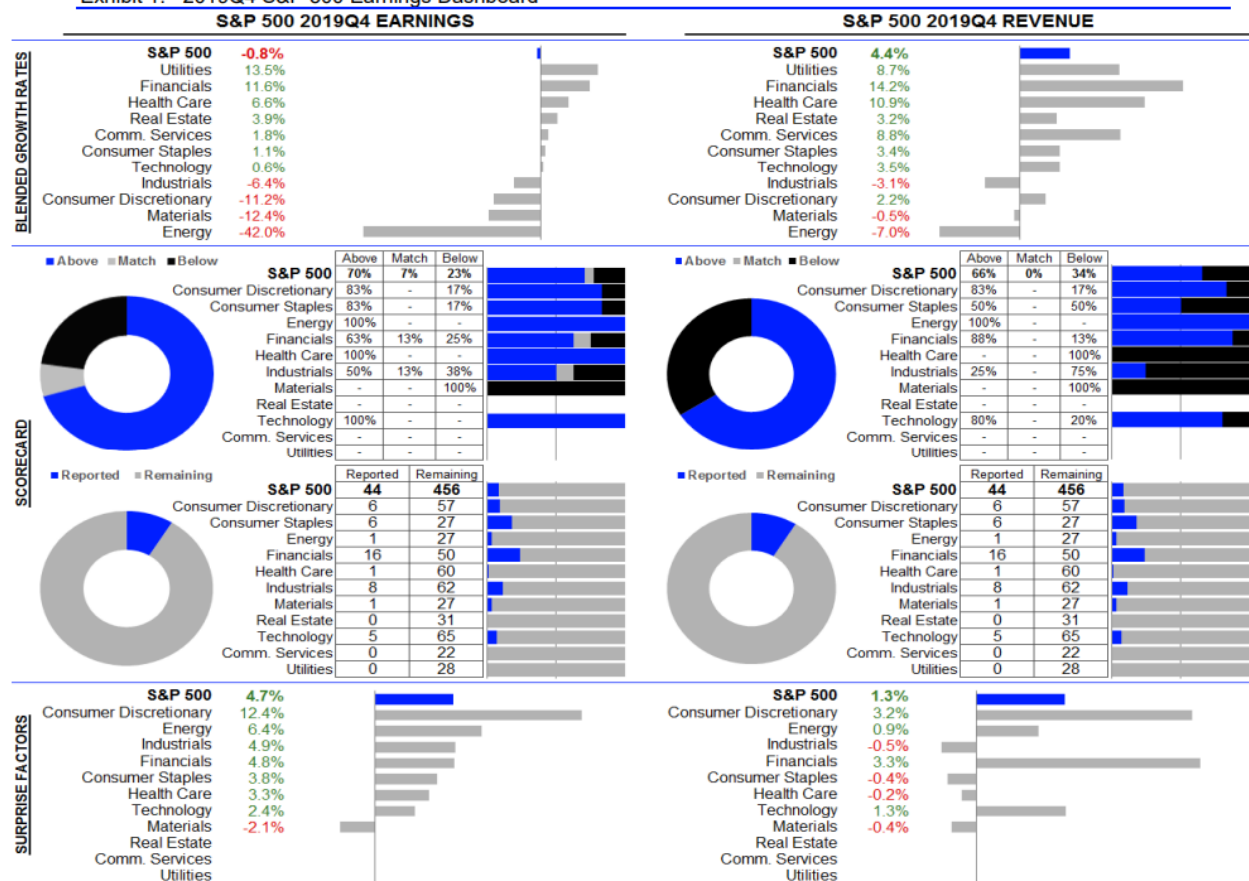
	2016	2017	2018	2019	2020
PARfinance Net Perf.	5.08%	13.19%	-3.29%	12.46%	1.26%
Benchmark Perf.	5.01%	16.63%	-7.95%	15.44%	2.00%
PARfinance Cum Net Perf. since 01.01.2016					33.11%
Volatility	-	4.06%	10.26%	9.17%	5.93%

PARfinance portfolio performance is representative of the USD Class –hedged and presented after fees, expenses and taxes as of 20/01/2020. Returns for periods greater than one year are annualized. Cumulated performances are presented since 2016. These figures refer to the past. Past performance is not necessarily indicative of current and future results. Every investment involves risk, especially with regard to fluctuations in value and return. If an investment is denominated in a currency other than your base currency, changes in the rate of exchange may have an adverse on value, price or income.

The benchmark shown is composed of 20% MSCI World Equity index + 80% Barclays Global-Aggregate Total Return Index Value Hedged USD for DEFENSIVE / 50-50 for BALANCED / 80-20 for DYNAMIC.

2019Q4 S&P 500 EARNINGS SCORECARD

Exhibit 1. 2019Q4 S&P 500 Earnings Dashboard



Source: I/B/E/S data from Refinitiv

According to IBES data from Refinitiv, although analysts expect the earnings of S&P 500 companies to fall 0.8% in Q4 2019, they are now penciling in a 5.8% rise for Q1 2020.

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