

# Market Forecast Summary

(as of 12<sup>th</sup> July 2024)

These are a selection of our financial markets forecasts. To explore the full range, visit our interactive [Global Markets Forecasts](#) dashboard.

	12 <sup>th</sup> Jul.. 2024	End-2024	End-2025	End-2026
<b>STOCK MARKET INDICES</b>				
US – S&P 500	5,650	6,000	7,000	6,300
Japan – Topix	2,895	2,850	3,000	2,900
UK – FTSE 100	8,186	9,000	9,500	9,000
France – CAC 40	7,633	8,200	9,100	8,750
MSCI Emerging Markets (Local-Currency)	69,621	72,600	78,400	74,800
MSCI Emerging Asia (Local-Currency)	1,087	1,130	1,230	1,170
MSCI Latin America (Local-Currency)	95,405	98,000	102,000	99,000
MSCI EMEA (Local-Currency)	537	565	615	580
<b>10-YEAR GOVERNMENT BOND YIELDS (%)</b>				
US	4.22	4.00	4.00	3.75
Germany	2.48	2.25	2.25	2.00
Italy	3.76	3.75	3.75	3.50
UK	4.11	3.50	3.25	3.00
Japan	1.05	1.00	1.00	1.00
China	2.25	2.20	2.20	2.10
<b>US\$-DENOMINATED GOVERNMENT BOND YIELDS (%)</b>				
Emerging Markets - JPM EMBI Global	7.73	7.56	7.34	7.41
Emerging Asia - JPM EMBI Global	5.81	5.60	5.45	5.40
Latin America - JPM EMBI Global	9.29	8.80	8.45	8.70
Emerging Europe - JPM EMBI Global	7.77	7.80	7.60	7.65
Africa - JPM EMBI Global	10.05	10.80	10.50	10.85
<b>OPTION-ADJUSTED SPREADS OF CORPORATE BONDS (BP)</b>				
US IG – ICE BofA US Corporate Bond Index	92	90	90	180
US HY – ICE BofA US High Yield Bond Index	319	300	300	500
UK IG – ICE BofA Sterling Corporate Bond Index	109	100	90	180
UK HY – ICE BofA Sterling High Yield Bond Index	452	400	380	550
EZ IG – ICE BofA Euro Corporate Bond Index	107	100	90	180
EZ HY – ICE BofA Euro High Yield Bond Index	336	320	300	500
<b>EXCHANGE RATES</b>				
US Dollars per Euro	1.09	1.05	1.15	1.15
Japanese Yen per US Dollar	158	145	135	130
US Dollars per UK Pound	1.30	1.22	1.3	1.3
Euro per UK Pound	1.19	1.16	1.13	1.13
Chinese Renminbi per US Dollar	7.26	7.15	7	6.8
<b>COMMODITIES</b>				
Oil (Brent, US\$ per barrel)	85	80	70	60
Gold (US\$ per ounce)	2,415	2,200	2,200	2,200
Copper (LME, US\$ per tonne)	9,679	9,250	9,000	8,500

Sources: Refinitiv, Capital Economics

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