



Best Equity Market in July 2022 % gain

name	MonthChange
NETHERLANDS	13.95
KENYA	13.37
UKRAINE	12.84
SWEDEN	12.11
OMAN	11.63
CHILE	11.57
BAHRAIN	11.02
INDIA	10.96
NEW ZEALAND	10.58
KAZAKHSTAN	10.40
QATAR DOMESTIC	9.91
QATAR	9.36
JAPAN	9.16
GREECE	8.57
IRELAND	8.36
DENMARK	8.00
USA	7.75
SINGAPORE	7.70
NORWAY	7.66

Source: Midlincoln

Best Equity Markets YTD to Aug 2022 % gain

name	YTD Change
LEBANON	224.79
ZIMBABWE	102.50
BOTSWANA	78.90
OMAN	61.03
SAUDI ARABIA DOMESTIC	52.30
JORDAN	50.59
UNITED ARAB EMIRATES	46.06
BAHRAIN	44.21
KUWAIT	44.06

Country Strategy – China other exports

Best in July 2022 among various countries' equity markets were NETHERLANDS +13.95%, KENYA +13.37%, UKRAINE +12.84%, SWEDEN +12.11%, OMAN +11.63%, CHILE +11.57%, BAHRAIN +11.02%, INDIA +10.96%, AUSTRALIA +10.70%, NEW ZEALAND +10.58%,

While worst last month among various countries' equity markets were ZIMBABWE -25.78%, PAKISTAN -16.74%, CHINA -10.59%, NIGERIA -9.04%, BANGLADESH -5.04%, ESTONIA -4.64%, JAMAICA -4.56%, LEBANON -4.31%, HONG KONG -4.20%, BOTSWANA -4.11%,

Best YTD among various country equities were LEBANON +82.59%, OMAN +28.34%, JORDAN +22.30%, CHILE +21.48%, BAHRAIN +14.94%, QATAR +12.93%, KUWAIT +12.63%, SAUDI ARABIA DOMESTIC +8.59%, BRAZIL +3.48%, UNITED ARAB EMIRATES +1.64%,

While worst YTD among various country equities were RUSSIA -100.00%, SRI LANKA -68.70%, ZIMBABWE -57.76%, UKRAINE -55.26%, PAKISTAN -44.93%, KAZAKHSTAN -44.02%, HUNGARY -40.31%, EGYPT -39.33%, AUSTRIA -34.62%, POLAND -34.18%,

- Economic backdrop is fragile.
- One view suggests that emerging markets wealth has been mostly financed by China economic wins in the past 20 years.
- Ever since China became a WTO member and started trading globally other emerging markets felt positive impact.
- US impact on emerging markets was also significant as it provided US dollar as a basis for emerging markets credit.
- China traded goods with emerging markets countries using currencies and settlement systems provided by the developed world.
- In the current backdrop US decided to try and curb China global trade.
- It is perhaps a little too late to try to stop Chinese growth.
- Unlike US which only has land borders with 2 countries China borders with 16.
- Flourishing capital markets, emergence of Alibaba has provided a pillar of stability to China global trade.
- Soft power of one belt provides another leg of stability to China
- China is also a provider of liquidity not less important than FED and is able to impact local as well as global markets with its QE
- China has been promoting Yuan trade for a while and there is a

CZECH REPUBLIC	35.97
BOSNIA AND HERZEGOVINA	29.01
QATAR	26.36
QATAR DOMESTIC	

Source: Midlincoln

- good international demand for Chinese currency especially with recent pivot of Russia towards China.
- There are little tools at hand to curb China economic expansion and Chinese economy will overtake US even in nominal US dollar terms soon closing current 6 trln USD gap.
 - This only requires China adding another 3000 USD per capita wealth.
 - It will continue to expand so that per capita economic wealth equate with the rest of developed markets.
 - China is communist, and is a unique large country remaining with such political structure.
 - The role of Chinese communist leadership and structure of China political system poses questions to the rest of the global leadership if China decides to export its political views in the manner US and Europe promote democracy.
 - Communism was not constructed to be applied in one country only.
 - Communism initially was seen as a global trend.
 - How much of that China will aim to export, and how peaceful the process will be?
 - Some of China's sixteen neighboring countries will feel the impact of those political exports.
 - If this will start happening organically or non organically capital markets will face another challenge adopting to China initiatives.

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