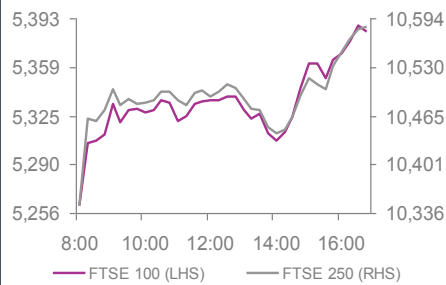
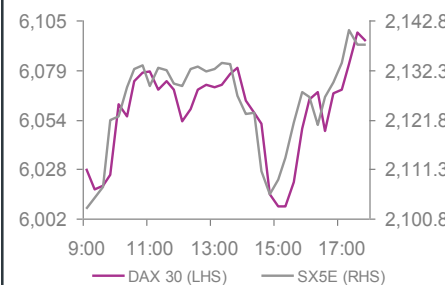


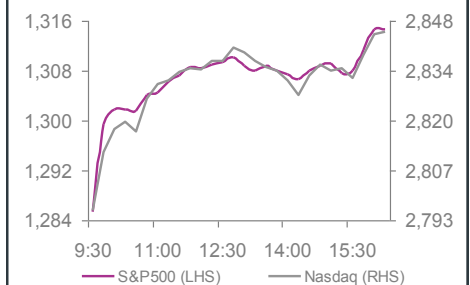
FTSE 100 & FTSE 250 Intraday



DAX 30 & SX5E Intraday



S&P500 & Nasdaq Intraday



Key Markets, Commodities & Currencies

	Last Close	1D% Chg	1M% Chg	1Y% Chg
FTSE 100	5,384	2.4%	-4.8%	-8.2%
FTSE 250	10,584	2.3%	-5.1%	-11.9%
IBEX 35	6,419	2.4%	-9.1%	-36.9%
DAX 30	6,094	2.1%	-7.2%	-14.2%
CAC 40	3,058	2.4%	-4.8%	-21.0%
SX5E	2,138	2.4%	-6.4%	-23.0%
S&P500	1,315	2.3%	-4.0%	2.3%
DJIA	12,415	2.4%	-4.6%	2.8%
Nasdaq	2,845	2.4%	-3.8%	5.3%
Nikkei 225*	8,624	1.1%	-6.4%	-9.6%
VIX	22.2	-10.2%	17.0%	22.6%
V2X	21.5	-10.1%	18.6%	16.9%
Gold	1,634.2	1.1%	-0.3%	5.8%
Crude	100.6	1.8%	-11.1%	-13.8%
Aluminium	1,900.0	0.3%	-2.4%	-20.5%
Copper	7,450.0	1.1%	-9.4%	-18.2%
GBP/USD	1.5481	0.6%	-4.4%	-5.8%
EUR/USD	1.2576	0.9%	-3.7%	-14.3%
USD/JPY	79.30	0.7%	-0.8%	-1.1%

*Time - GMT 4:07:30 AM

UK Markets

UK markets closed sharply higher yesterday, led by gains in commodity and financial sector stocks, after the European Central Bank (ECB) left its key benchmark interest rate unchanged and extended its unlimited short-term cash offering until the start of 2013. Vedanta Resources, Randgold Resources and Kazakhmys surged 9.1%, 7.7% and 7.4%, respectively, tracking gains in metal prices. BG Group gained 3.4%, after a broker named it a top pick among integrated oil companies, while Royal Dutch Shell and BP rose 2.4% and 1.2%, respectively, in line with a rise in crude oil prices. Barclays advanced 8.2%, as the bank stated that its Absa Bank unit is to acquire South Africa's Edcon white label store card portfolio for approximately £0.8 billion. Lloyds Banking Group gained 5.2%, after it agreed to sell £809 million of Australian corporate real-estate loans for about £388 million in cash to repay its debt. Peers, Royal Bank of Scotland Group and HSBC Holdings surged 6.7% and 4.7%, respectively. The FTSE 100 gained 2.4% to close at 5,384.1, while the FTSE 250 rose 2.3% to close at 10,583.8.

European Markets

Other European markets finished higher yesterday, following the European Central Bank's decision to keep its interest rate unchanged at a record low and as it extended its short-term refinancing facility, offsetting dismal economic data from the euro area. Peugeot, BMW and Volkswagen gained 4.3%, 2.3% and 1.4%, respectively, on prospects of demand outlook. BNP Paribas, Credit Agricole and Societe Generale advanced 4.2%, 3.6% and 3.1%, respectively, as risk appetite among investors improved. LVMH rose 4.2%, after a broker upgraded its rating on the stock to 'Overweight' from 'Neutral'. Technip and Total surged 4.2% and 1.4%, respectively, in line with a rise in crude oil prices. ArcelorMittal, Vallourec and ThyssenKrupp rose 3.3%, 3.1% and 2.9%, respectively, as base metal prices edged higher. The FTSEurofirst 300 index gained 2.2% to close at 974.2. Among other European markets, the German DAX Xetra 30 rose 2.1% to close at 6,094.0, while the French CAC-40 added 2.4% to close at 3,058.4.

US Markets

US markets rallied yesterday, on growing optimism that central banks across the world would implement further measures to support the global economy. Iron Mountain climbed 13.8%, as the company approved a plan to convert to a real-estate investment trust and increased its quarterly dividend by 8.0%. Morgan Stanley surged 8.4%, on media reports that the bank was considering a partial sale of its commodities trading division, while peers, Bank of America Corp, Citigroup and JPMorgan Chase advanced 7.6%, 5.4% and 3.4%, respectively. Among oil sector stocks, Chesapeake Energy Corp climbed 7.1%, following a report that the company would be selling nearly all of its pipeline assets to Global Infrastructure Partners in a deal worth more than \$4.0 billion. Chevron Corp and Exxon Mobil Corp rose 3.4% and 3.3%, respectively, tracking gains in crude oil prices. Home Depot gained 3.4%, after the company increased its stock-repurchase plan by \$500 million for fiscal 2012. The DJIA gained 2.4% to close at 12,414.8, while the NASDAQ added 2.4% to close at 2,844.7.

Asian Markets

At 0407GMT today, Asian markets are trading higher, tracking overnight gains on Wall Street, and amid hopes that officials across the world would take measures to revive the slowing global economy. In Japan, financial sector stocks, Nomura Holdings and Sumitomo Mitsui Financial Group advanced 3.8% and 2.5%, respectively, amid improved risk appetite among investors. Exporters, Panasonic Corp, Canon and Mazda Motor gained 3.4%, 3.4% and 3.1%, respectively, amid optimism over global demand outlook and as the yen weakened against its major counterparts. In Hong Kong, Wharf Holdings, Esprit Holdings and HSBC Holdings rose 4.1%, 3.2% and 2.7%, respectively, following overnight gains in their US and European peers. In South Korea, exporters, LG Electronics and Hyundai Motor gained 5.3% and 2.6%, respectively. At 0407GMT today, the Nikkei is trading 1.1% higher at 8,624.0. The Hang Seng is trading 1.4% higher at 18,774.8, and the Kospi is trading 2.7% higher at 1,850.0.

Inside...

Economic Monitor	2
Economic Releases Today	3
US Companies Reporting Today	4
Movers & Shakers	5
Currency & Commodity Monitor	6

Contacts

London

Simon Pearce +44 (0)20 7107 1888

Economic Snapshot

- **The British Retail Consortium's (BRC) monthly retail sales monitor indicated that on an annual basis, same-store-sales in the UK rose 1.3% in May**, compared to a 3.3% decline recorded in the previous month. Market had expected retail sales to increase 0.7% YoY in May.
- **On a seasonally adjusted basis, the construction Purchasing Managers Index (PMI) in the UK dropped to a three-month low reading of 54.4 in May** from a reading of 55.8 posted in April. Market had expected the index to fall to a reading of 54.2 in May.
- **On a seasonally adjusted basis, the construction PMI in Germany fell to a reading of 44.7 in May** from a reading of 49.8 recorded in April.
- **On a seasonally adjusted monthly basis, industrial production in Germany fell 2.2% in April**, compared to a revised 2.2% increase recorded in the previous month. Market had expected industrial production to drop 1.0% MoM in April. On a seasonally adjusted annual basis, industrial output slipped unexpectedly 0.7% in April, compared to a revised 1.4% gain recorded in March. Market had expected industrial output to rise 0.9% YoY in April.
- **On a seasonally adjusted quarterly basis, the Gross Domestic Product (GDP) in the Euro-zone remained unchanged in the first quarter of 2012 (1Q FY2012)**, in line with both preliminary and market estimates and compared to a 0.3% drop recorded in 4Q FY2011. However, on a seasonally adjusted yearly basis, the GDP was revised down to show a decline of 0.1% in 1Q FY2012, compared to zero growth reported earlier and a 0.7% growth recorded in 4Q FY2011.
- **The European Central Bank (ECB) left its key interest rate unchanged at 1.0% in June**, for the sixth month in a row and in line with market estimates. The rate on the marginal lending facility was held at 1.75%, while the deposit facility rate was kept at 0.25%.
- **The ECB head, Mario Draghi indicated that inflation would stay above 2.0% in 2012 and then it should decrease below this level.** Inflation expectations "continue to be firmly anchored" while the pace of monetary expansion remains subdued. Mario Draghi stated that ongoing market tensions are dampening economic activity in the Euro-zone, the outlook for which is uncertain and subject to increased downside risks. He pointed out that growth in the Euro-zone was still weak, suppressed by the Euro-zone crisis developments and unfavourable credit conditions.
- **The European Commission is likely to unveil a set of proposals aimed at relieving the taxpayer from the burden of bailing out failed banks.** The new proposals would transfer the responsibility of bank bailouts to senior bondholders from taxpayers. Under the new plan, regulators would be awarded with more powers to impose losses, resulting from a bank failure, on the bondholders.
- **A survey of KOF economic experts revealed that the Swiss economy is likely to grow 1.0% in 2012.** The 2012 growth estimate is upwardly revised from a 0.4% increase projected in March. For 2013, the institute forecast 1.5% expansion, unchanged from the prior projection.
- **The non-farm labour productivity in the US fell 0.9% in the first quarter of 2012 (1Q FY2012)**, compared to an initial estimate of 0.5% drop and after a 1.2% increase recorded in 4Q FY2011. Market had expected labour productivity to drop 0.8% in 1Q FY2012.
- **According to Mortgage Bankers Association (MBA), for the week ended 1 June 2012, mortgage application volume in the US, on a seasonally adjusted basis, rose 1.3% from one week earlier.** Additionally, the refinancing demand for the week rose 2.0% from the week before.
- **President of the Federal Reserve Bank (Fed) Atlanta regional bank, Dennis Lockhart, stated that dismal job growth in May and April highlighted the problems facing the "halting and tenuous" recovery.** He added, if conditions continue to deteriorate, "further monetary actions to support the recovery will certainly need to be considered."
- **According to the latest Fed's Beige Book publication, the overall US economy continued to grow at a "moderate" pace over the Spring, but activity slowed in the Philadelphia region.** The Fed, in its latest Beige Book, indicated that economic growth in the US has gained momentum over the last two months and employment has showed signs of a "modest increase".
- **President of Federal Reserve Bank of NewYork, William C. Dudley stated that 8.2% unemployment is "far too high" and he expects that the Fed would be falling short on both its employment and inflation dual mandate objectives "for some time", and it must stand ready to do more "if needed".** He lowered his growth forecast to 2.25% for 2012 GDP, 2.5% for 2013, with significant downside risks from the European crisis and sharp fiscal retrenchment in the US.
- **Janet Yellen, the Vice Chairman of the Fed, has warned that slowing employment, ongoing housing problems and deteriorating financial conditions indicate that the US economy "remains vulnerable to setbacks" and might require additional easing.**

Key Economic Releases Today

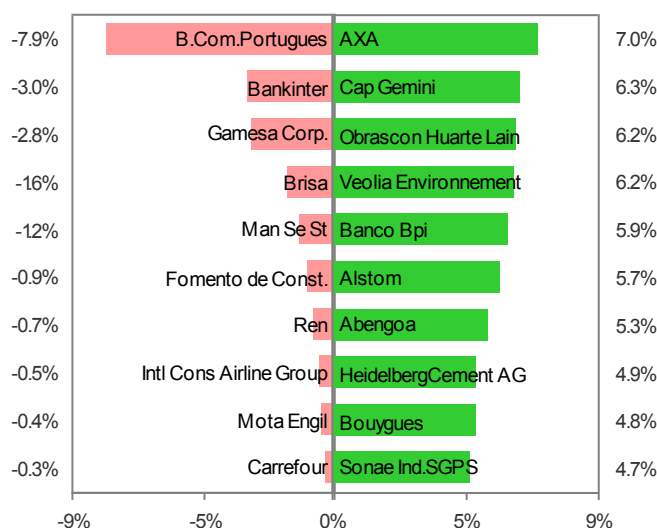
Country	GMT	Economic Indicator	Consensus / *Actual	Previous	Frequency
UK	7:00	Halifax House Prices (3M-YoY) (May)	-0.10%	-0.50%	Monthly
	7:00	Halifax House Prices s.a. (MoM) (May)	0.50%	-2.40%	Monthly
	8:30	Purchasing Manager Index Services (May)	52.40	53.30	Monthly
	8:30	Official Reserves (Changes) (May)	-	\$447.00 mn	Monthly
	11:00	BOE Asset Purchase Target (Jun)	£325.00 bn	£325.00 bn	Monthly
	11:00	Bank of England Rate Decision (Jun 7)	0.50%	0.50%	-
France	5:30	ILO Unemployment Rate (Q1)	9.90%	9.80%	Quarterly
Switzerland	5:45	Unemployment Rate (May)	3.00%	3.10%	Monthly
	5:45	Unemployment Rate s.a. (May)	3.10%	3.10%	Monthly
	7:00	Foreign Currency Reserves (May)	-	CHF235.60 bn	Monthly
	7:15	CPI - EU Harmonised (MoM) (May)	-	0.00%	Monthly
	7:15	CPI - EU Harmonised (YoY) (May)	-	-1.10%	Monthly
	7:15	Consumer Price Index (MoM) (May)	0.00%	0.10%	Monthly
	7:15	Consumer Price Index (YoY) (May)	-1.00%	-1.00%	Monthly
US	12:30	Continuing Claims (W/E)	3245.00 K	3242.00 K	Weekly
	12:30	Initial Jobless Claims (W/E)	378.00 K	383.00 K	Weekly
	14:00	Federal Reserve Chairman Ben Bernanke Testimony to US Congress			
	14:30	EIA Natural Gas Storage Change (W/E)	-	71.00 BCF	Weekly
	16:10	Fed's Lockhart Speaks on U.S. Economy in Georgia			
	17:15	Fed's Kocherlakota Speaks in Minneapolis			
	19:00	Consumer Credit (Apr)	\$11.00 bn	\$21.36 bn	Monthly
	19:30	Fed's Fisher Speaks on Renminbi in California			
Canada	14:00	Ivey Purchasing Managers Index s.a. (May)	54.50	52.70	Monthly
Japan	2:00	Tokyo Avg Office Vacancies (May)	9.40%*	9.23%	Monthly
	5:00	Leading Economic Index, Prelim (Apr)	95.10	96.40	Monthly
	5:00	Coincident Index, Prelim (Apr)	96.50	96.70	Monthly
	23:50	Gross Domestic Product Annualised, Final (Q1)	4.50%	4.10%**	Quarterly
	23:50	Gross Domestic Product, Final (QoQ) (Q1)	1.10%	1.00%**	Quarterly
	23:50	Nominal Gross Domestic Product, Final (QoQ) (Q1)	1.10%	1.00%**	Quarterly
	23:50	Gross Domestic Product Deflator, Final (YoY) (Q1)	-1.20%	-1.20%**	Quarterly
	23:50	Trade Balance - BOP Basis (Apr)	-¥450.70 bn	¥4.20 bn	Monthly
	23:50	Adjusted Current Account Total (Apr)	¥615.60 bn	¥785.50 bn	Monthly
	23:50	Current Account Balance (YoY) (Apr)	7.50%	-8.60%	Monthly
	23:50	Current Account Total (Apr)	¥440.80 bn	¥1589.40 bn	Monthly
	23:50	Bank Lending Banks ex-Trust (May)	0.40%	0.40%	Monthly
	23:50	Bank Lending incl Trusts (YoY) (May)	-	0.30%	Monthly

US Companies Reporting Today

Quarter Reporting	Company Name	Ticker	EPS Estimate	Year Ago EPS
Q2	Altera Corp	ALTR	0.39	0.65
Q4	J. M. Smucker Co	SJM	0.99	1.00

European Indices (Spain, France, Germany & Portugal)

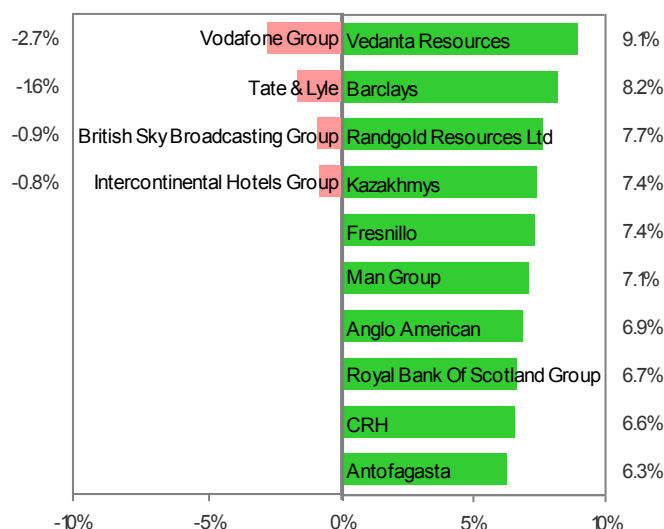
- Man Se dropped 1.2%, after a report revealed that German industrial output declined more-than-expected in April.



- Cap Gemini rose 6.3%, on reports that Caixa, the Brazilian bank, would buy a 22.0% stake in CPM Braxis Cap Gemini, Cap Gemini's Brazilian unit.

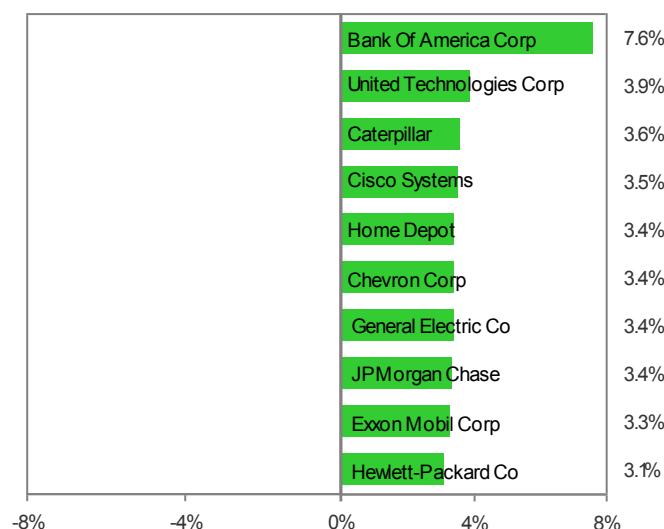
FTSE 100

- Vodafone Group dropped 2.7%, on reports that it has entered into discussions with Telstra to explore a potential acquisition of New Zealand subsidiary, TelstraClear.



- Vedanta Resources, Randgold Resources and Kazakhmys surged 9.1%, 7.7% and 7.4%, respectively, tracking gains in metal prices.
- Barclays advanced 8.2%, as the bank stated that its Absa Bank unit is to acquire South Africa's Edcon white label store card portfolio for approximately £0.8 billion.
- Man Group climbed 7.1%, after a broker upgraded its rating on the stock to 'Buy' from 'Neutral'.

DJIA



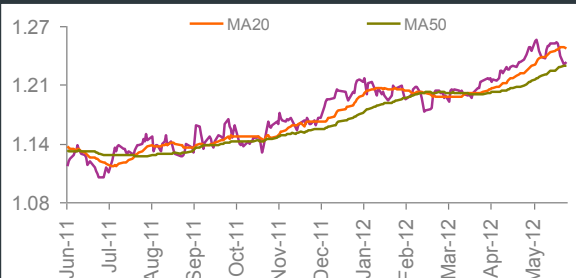
- Chevron Corp and Exxon Mobil Corp rose 3.4% and 3.3%, respectively, tracking gains in crude oil prices.
- Home Depot gained 3.4%, after the company increased its stock-repurchase plan by \$500 million for fiscal 2012.

Currencies

GBP/USD



GBP/EUR



Yesterday, the euro ended higher against its major counterparts, after the ECB left its key benchmark interest rate unchanged at 1.0% for the sixth month in a row, and after ECB President, Mario Draghi hinted that officials remain open for more monetary stimulus to support economic growth.

At 0330 today, the GBP fell 0.03% against the USD, to trade at \$1.5476. Yesterday, the GBP gained 0.64% against the USD, to close at \$1.5481, after European Central Bank President Mario Draghi stated that officials were ready to act to counter the debt crisis, easing concern that the European sovereign debt crisis would harm the UK economy.

At 0330GMT today, the GBP rose 0.08% versus the EUR, to trade at €1.2319, after a report indicated that UK retail sales rose more-than-expected in May. Yesterday, the GBP declined 0.28% against the EUR, to close at €1.2309, after a report showed that UK construction activity slowed in May.

At 0330GMT today, the EUR slid 0.10% against the USD to trade at \$1.2563. Yesterday, the EUR rose 0.91% versus the USD to close at \$1.2576, after the ECB left its key interest rate unchanged for the sixth consecutive month in June, and as the US Federal Reserve (Fed) stated that more bond purchases remains an option.

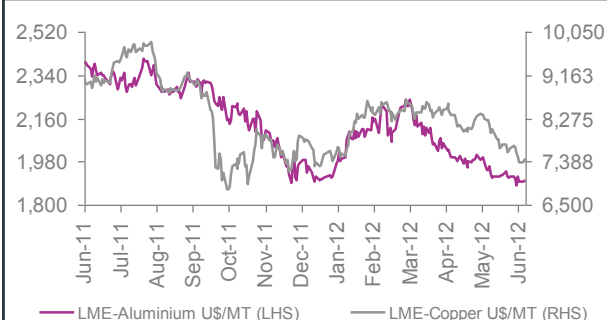
At 0330GMT today, the USD gained 0.07% against the JPY to trade at ¥79.35. Yesterday, the USD rose 0.70% versus the JPY, to close at ¥79.29, after the Fed's Beige Book business survey indicated that the US economy maintained a moderate pace of growth as factory output rose and the real-estate market improved.

Commodities

Brent Crude Oil and LBM Gold – 12 Months



LME Aluminium and Copper –12 Months



At 0330GMT today, Brent crude oil one month futures contract rose 0.25% or \$0.25, to trade at \$100.89 per barrel, as Iran signalled that it would take a hard line in nuclear talks. Yesterday, the contract gained 1.82% or \$1.80 to settle at \$100.64 per barrel, as the dollar weakened against the euro amid speculation of further monetary easing by the US Federal Reserve.

At 12:19 p.m. Sydney time today, crude oil for July delivery was trading at \$85.64 per barrel in electronic trading on the New York Mercantile Exchange, after gaining as much as \$0.73 to \$85.75 per barrel. Yesterday, the contract rose 0.9% to \$85.02 per barrel, amid optimism over demand outlook, after policy makers in the US and Europe indicated that they might take further steps to boost economic growth. However, a smaller-than-expected decline in US crude inventories capped gains in crude oil prices. The Energy Department reported that US crude stockpiles dropped by 111,000 barrels to 384.6 million last week. Market had expected supplies to shrink 500,000 barrels last week.

At 0330GMT today, gold futures contract declined 0.80% or \$13.0, to trade at \$1,621.20 per ounce, as investors awaited Federal Reserve Chairman Ben Bernanke's testimony before the US Congress for signs of fresh easing measures to spur economic growth. Yesterday, gold futures contract gained 1.07% or \$17.3, to trade at \$1,634.20 per ounce, as the dollar traded lower against most of its major counterparts.

Yesterday, copper 3-month futures rose 1.15% or \$84.5, to close at \$7,450.00/MT. Aluminium 3-month futures closed 0.26% or \$5.0 higher at \$1,900.00/MT. Base metal prices rose, on prospects of future global demand following optimism over efforts to boost the Euro-zone and US economies.

Novus Capital Markets Disclaimer

This document has been approved and issued by Novus Capital Markets Ltd., a member of the London Stock Exchange and authorised and regulated by the Financial Services Authority. This material is non-independent research as defined in the Conduct of Business rules of the Financial Services Authority ("FSA") and as such constitutes a marketing communication. It is not subject to any prohibition on dealing ahead of its dissemination.

This report has been prepared by a third party. It has been approved by Novus Capital Markets Ltd. as meeting the standards of clear, fair and not misleading communication. This document is for information purposes only and should not be regarded as an offer or solicitation to buy or sell the securities or other instruments mentioned in it. No representation or warranty, either expressed or implied is made nor responsibility of any kind is accepted by Novus Capital Markets Ltd., its directors or employees, either as to the accuracy or completeness of any information in this document.