Dear investor,

While the global house prices (Knight Frank) continued to gain traction, but not in Europe. The first annual drop in 13 years occurred as the country fails to slash the debt. The Euro area is imperilled by South African unemployment and reduce inequality. Nelson Mandela, who died last month, realized what steps had to be taken to normalize the South African economy. But Mandela's legacy of economic stability is beginning to come under attack as the country fails to slash debt.

The S&P GSCI gauge for commodities recorded last year its first annual decline (-5%) going to make them go up when the Fed will start tapering. Slowing in money demand for a haven. The S&P 500 outperformed its emerging market analogue by 28% in 2013, benefit from a flight to yield. We remain constructive on equities in the medium term, especially on Euro-

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