**Market Analysis and Outlook: Sep 16 – Sep 23, 2016**

**Global Economy**

In the US, consumer prices rose to 1.1% year-on-year in August, up 30bps from 0.8% recorded in July. The committee's decision was based on the latest GDP report from the US National Statistics Office and the core PCE deflator which was revised up 0.2% to 1.6% on an annual basis. In addition, the latest GDP report also showed that the US economy grew at a 2.5% annual rate in the second quarter, the fastest pace in two years. The headline rate of US GDP growth, which measures the economy's performance over the last three months, increased 0.2% to 4.6% from 4.4% recorded in the first quarter of 2016. Foreign demand for US-made goods also helped to drive the growth.