



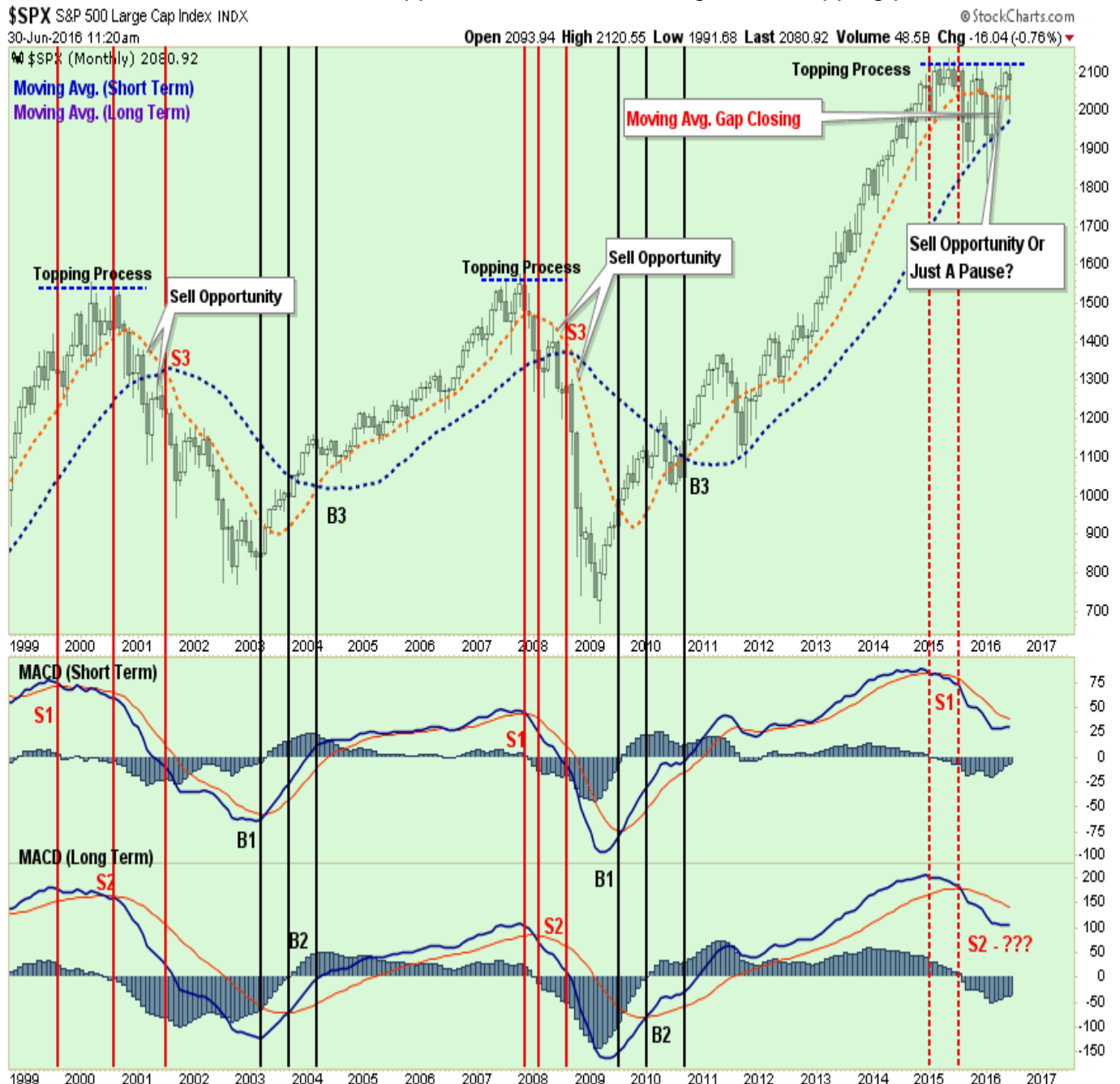
Quite a week. Last week, the markets rallied in anticipation Britain would "*Remain*" in the European Union which reversed the sell-off from the previous week. Despite a variety of polls and betting sites showing rising odds of Britain remaining in the EU, the "*inconceivable*" occurred last Thursday•proving everyone wrong. But this week, the markets proved everyone "*wrong*" again. [I suggested on Tuesday](#) that Central Banks would come to the rescue once again, that happened yesterday as both the BOE and ECB made announcements hinting at more QE this summer. To wit:

- **BOE: SOME MONETARY POLICY EASING LIKELY OVER SUMMER**
- **BOE: MPC WILL DISCUSS FURTHER POLICY INSTRUMENTS IN AUG**
- **ECB: TO WEIGH LOOSER QE RULES AS BREXIT DEPLETES ASSET POOL**
- **ECB: OPTIONS TO INCLUDE MOVING AWAY FROM QE CAPITAL KEY**
- **ECB: CONCERNED ABOUT SHRINKING POOL OF ELIGIBLE DEBT**

For those predicting financial market chaos and mayhem, Central Banks has successfully juiced•asset prices erasing the majority of the previous losses.[It is for that reason•I stated previously](#)
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"There are times in portfolio management where 'doing nothing' is better than 'doing something.' This is one of those times."

Any action taken over the last two weeks has likely turned out to be wrong. The problem for investors remains that markets have made "no progress" over the last 13-months. While volatility has increased, returns on assets remain muted which continues to frustrate individuals. Fundamentally and economically there is little cheer about and on a longer-term basis, as shown below, the markets remain in what appears to be a broadening market topping process.



The question remains whether Central Banks can continue to keep asset prices aloft while the economy and markets go through a recessionary cycle? Historically, that has never been the case. But then again, we have never had the level of Central Bank interventions currently being witnessed today. Here is your reading list for the weekend.

"It's the height of your responsibility to not allow the EU to disintegrate without utilizing all its resources. Throughout history governments have issued bonds in response to national emergencies, When should the AAA credit of the EU be put to use if not at the moment when the European Union is in mortal danger" - George Soros

BREXIT - BRELIEF

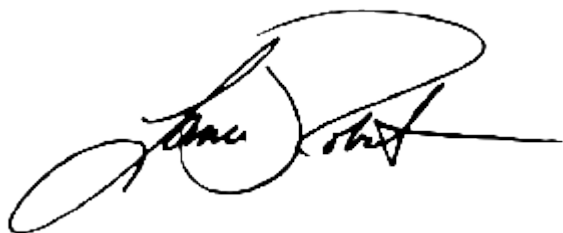
- **Soros: Brexit Has Unleashed Next Crisis** [by Tyler Durden via Zero Hedge](#)
 - **The Italian Job** [by Danielle DiMartino-Booth via Money Strong](#)
 - **Frightening US Parallels To Brexit** [by Liz Peek via Fiscal Times](#)
 - **Bravo, Brexit!** [by David Stockman via Contra Corner](#)
 - **Uncertainty Is New Normal** [by Conor Sen via Bloomberg](#)
 - **7 Things To Make You Feel Better** [by Paul Lim via Time/Money](#)
 - **Brexit, A Rejection Of Globalism** [by Larry Elliott via The Guardian](#)
 - **Brexit Fallout Not A Lehman Moment** [by Ben Marlow via The Telegraph](#)
 - **Brexit REALLY IS A Big Deal** [by Rana Foroohar via Time](#)
 - **Brexit Impact & Road Ahead** [by Mike Amey via Pimco](#)
 - **How Smart Money Got Brexit Vote Wrong** [by Daniel Gross via S+B Blog](#)
 - **Reaction To Brexit Is Why It Happened** [by Matt Taibbi via Rolling Stone](#)
 - **Brexit: Giant Hoax Or Calm Before The Storm** [by Ambrose Evans-Pritchard via The Telegraph](#)
 - **Brelief Rally! More About Yields Than Britain** [by Randall Forsyth via Barron's](#)
 - **Euro Is Most Serious Threat To EU** [by Timothy Lee via EconLog](#)
 - **The Real Lesson From Brexit** [by Luigi Zingales via ProMarket](#)
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OTHER THINGS I'M READING

- **Oil Still Headed To \$10/Barrel** [by A Gary Shilling via Bloomberg](#)
 - **Risk Profiles Have Changed** [by Macro Man](#)
 - **TINA is BS** [by Doug Kass via Real Clear Markets](#)
 - **10-Point Guide For A Confusing Period** [by Julia LaRoche via Yahoo](#)
 - **Forgotten or Irrelevant Fundamentals** [by Jennifer Thomson via GaveKal](#)
 - **More Important Stuff Than Brexit** [by Joe Calhoun via Alhambra Partners](#)
 - **10M Americans About To Lose Pensions** [by Howard Penney via Hedgeye](#)
 - **Fed Is In Epic Battle With Itself** [by Conor Sen via Bloomberg](#)
 - **Why Public Ignores Economists** [by Mark Thoma via Fiscal Times](#)
 - **Calculate The Odds Of Portfolio Disaster** [by William Baldwin via Forbes](#)
 - **Warning In Interest Rate Fallacy** [by Jeffrey Snider via Alhambra Partners](#)
 - **Is The Market In A Bubble Again** [by Paul La Monica via CNN Money](#)
 - **Why You Shouldn't Chase Rally** [by Michael Kahn via Barron's](#)
 - **5-Keys To Trading** [by Shawn Langlois via Marketwatch](#)
 - **Bubble In Search Of A Pin** [by John Hussman via Hussman Funds](#)
 - **Fed Wrong About Natural Rates** [by Joseph Salerno via Mises](#)
 - **Price/Sales Ratio: Another Nail In The Coffin** [by Michael Lebowitz via RIA](#)
 - **The Hindenberg Moment** [by Dana Lyons via Tumblr](#)
 - **Talking Macro Risks W/ Investors Podcasts** [by Jesse Felder via The Felder Report](#)
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?There is nothing riskier than the widespread perception that there is no risk.? •
•Howard Marks

Questions, comments, suggestions ? please [email me](#).

A stylized, handwritten signature in black ink, likely belonging to Lance Roberts. The signature is fluid and cursive, with a large loop at the beginning and a long, sweeping tail.

Lance Roberts Lance Roberts is a Chief Portfolio Strategist/Economist for Clarity Financial. He is also the host of [The Lance Roberts Show](#) and Chief Editor of the [Real Investment Advice](#) website and author of [Real Investment Daily](#) blog and [Real Investment Report](#). Follow Lance on [Facebook](#), [Twitter](#), and [Linked-In](#)