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# Set up for a rebound in the VIX soon

**We have seen a summer relief rally on the US and European stock markets in July. But several threats remain to the stock market. The VIX has fallen too much in our view.**

The price rise in equity markets during July has been supported by a simultaneous price increase for HYG (a US high credit risk corporate bond ETF). Five- and ten-year US Treasury yields are broadly at the same levels as at the beginning of July, where a strong labour market in the US is offsetting falling commodity prices now.

The VIX, which measures market volatility, has come down sharply during July to what looks like a position with a strong possibility of a turn to the upside again. Autumns through October usually bring some weak and turbulent periods for the stock market.

Please find out more in our weekly letter on certificates Vontobel.com: [Read the weekly newsletter here](#)  
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## About Carlsquare

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Carlsquare is a Pan-European research firm and financial advisor, focusing on M&A, Equity Research and Growth Equity. Carlsquare has 70+ employees with deep sector knowledge in all 11 GICS sectors. The senior equity research team have an extensive experience about the stock environment and several business sectors. The team produces company research reports, independent valuations and trading notes. The group have offices in Berlin, Copenhagen, Hamburg, London, Munich and Stockholm. [Read more](#)

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### About Vontobel:

As a globally operating financial expert with Swiss roots, Vontobel specializes in wealth management, active asset management and investment solutions. Digital Investing bundles different investment solutions for private investors either directly or via ecosystems. [Read more](#)

### Attachments

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