

GlobalCap's Dawance Is 'Pretty Negative on the U.S. Economy'

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By Ken Prewitt and Julie Vaughn

Nov. 16 (Bloomberg) -- Alexis Dawance, partner at the hedge fund GlobalCap, comments on his "pretty negative" outlook on the U.S. economy.

He spoke in an interview from Zurich.

"What we're seeing now in stock prices like Citigroup or Merrill Lynch" is "these stocks are falling heavily."

"These brokers or banks are usually leading indicators for what the market will do. So, I'm personally pretty negative on the U.S. economy as a whole, especially for 2008."

"We're still pretty underweight the financials, and continue to do so because we're also thinking of the potential recession and also definitely real estate that might be hurt for the next five years. That's a scenario that's possible."

--With reporting by Janine Diouf in New York. Editor: J. Norton (jjs).

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