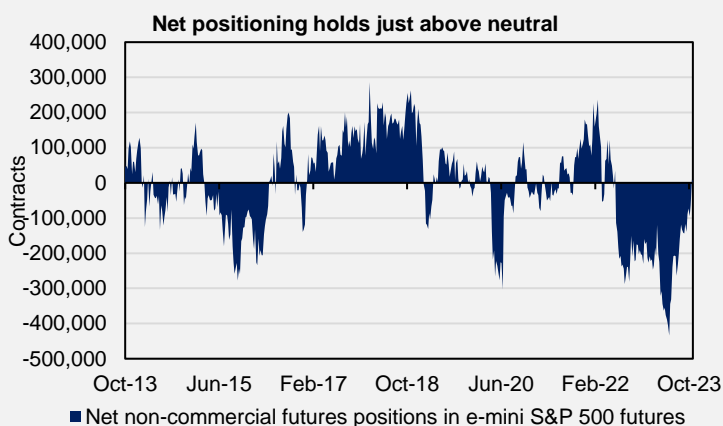


## Long-duration rallies on Tuesday

- ▶ **S&P 500 rose for the seventh straight day to a seven week high, led by tech stocks.**
- ▶ **UST yields drop despite hawkish Fed comments.**
- ▶ **Chinese exports fell more than expected in October, imports rose.**

Chart of the Day: Investors net long S&P 500.



Source: CFTC, Bloomberg, and ADCB Asset Management

## Macroeconomic news

- ▶ Fed Bank of Minneapolis President Neel Kashkari and Fed Governor Michelle Bowman struck a hawkish tone and signalled that policymakers could consider more tightening if needed while their Chicago counterpart Austan Goolsbee offered softer tone.
- ▶ China's exports in October fell 6.4% y-o-y far more than expected Decline of 3.5%. Imports were much higher than expected as well, coming in at a 3.0% y-o-y versus expectations of -5%.

## Rates and Fixed Income

- ▶ Global rates dropped with the 10Y UK gilt yield declining the most.
- ▶ Global aggregate bond index posted marginal gains led by Global corporates.

## Currencies

- ▶ Broader USD index continued to recover.
- ▶ GBP, EUR and JPY weakened against the USD.

## Equities

- ▶ Global equities ended mixed on Tuesday with the exception of the US equities, which extended gains. Nikkei 225 underperformed the most.
- ▶ Most regional equities posted declines on Tuesday, barring DFM and BHSE.

## Commodities

- ▶ The BBG commodity index edged lower on Tuesday.
- ▶ Oil prices slumped to their lowest level since August on demand concerns. Gold prices also dropped with strong USD bias.

## Key events in the day ahead

- ▶ Eurozone Retail sales
- ▶ Germany CPI
- ▶ Fed members (Powell, Cook, Williams and Barr) speak

## Performance snapshot\*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.32	0.00	1.00	2.00
UAE Eibor 3m	5.55	12.43	14.37	5.48
UAE Eibor 12m	5.62	18.12	5.54	5.12
US 3m Bills	5.42	-0.30	-9.17	1.18
US 10yr Treasury	4.57	-7.66	-23.44	47.80
German 10yr Bund	2.66	-8.10	-11.40	5.70
UK 10yr Gilt	4.27	-10.70	-20.60	-19.10
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	440	0.06	1.61	-2.53
Global Treasuries	188	-0.03	1.35	-3.14
Global Corporate	253	0.18	2.07	-1.73
EM USD Sovereign	347	0.10	3.29	-2.56
EM LCY Sovereign	139	-0.19	2.43	-1.42
Global High Yield	1,420	-0.15	2.72	-0.29
Currencies				
Dollar Index	105.54	0.31	-0.51	3.42
EUR USD	1.0700	-0.17	1.26	-2.74
GBP USD	1.2300	-0.36	0.51	-3.79
USD JPY	150.37	0.20	1.25	5.52
Equities				
S&P 500	4,378	0.28	0.99	-3.10
Dow Jones	34,153	0.17	1.63	-3.72
NASDAQ	13,640	0.90	1.15	-2.41
STOXX 600	443	-0.16	-0.22	-3.67
DAX	15,153	0.11	0.16	-5.00
Nikkei 225	32,272	-1.34	4.12	0.05
FTSE 100	7,410	-0.10	-1.10	-1.91
SENSEX	64,942	-0.03	-0.87	-1.53
Hang Seng	17,670	-1.65	0.87	-9.56
MSCI World	2,887	-0.07	1.00	-3.87
MSCI EM	961	-0.85	2.70	-5.48
Regional Equities				
ADX	9,551	-0.01	-0.82	-2.78
DFM	3,990	0.83	-1.64	-2.20
Tadawul	10,946	-0.03	3.50	-2.89
DSM	10,120	-0.32	2.89	-6.33
MSM30	4,548	-0.29	-4.29	-4.80
BHSE	1,924	0.17	-0.90	-2.64
KWSE	6,575	-0.51	-0.83	-8.75
Commodities				
BBG Commodity Index	103.0	-1.89	-0.71	-2.59
Brent USD/bbl	81.6	-4.19	-7.42	-4.37
Gold USD/t oz	1,969.5	-0.44	5.80	1.70
Copper USD/MT	8,068.0	-0.84	0.65	-5.03
Volatility				
VIX	14.81	-0.54	-16.33	-6.09
MOVE	120.09	-1.36	-5.17	-0.70

Source: Bloomberg, and ADCB Asset Management

Notes: \*Data as at 8AM GST on November 8, 2023 unless stated otherwise. Performance in local currency terms.

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