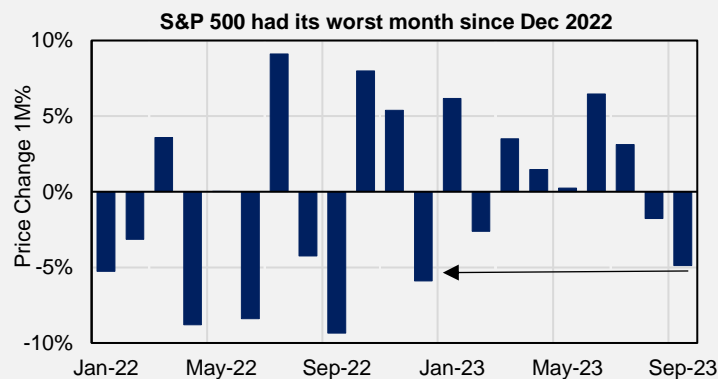


## Eurozone inflation falls

- ▶ US avoids a government shutdown, last-minute.
- ▶ S&P 500 had its worst month since December 2022.
- ▶ Oil and USD retreated, copper prices rose.

Chart of the Day: S&P 500's Worst Month of the Year



Source: Bloomberg, and ADCB Asset Management

## Macroeconomic news

- ▶ Eurozone inflation fell to its lowest annual figure since October 2021 at 4.3% in September, according to flash estimates.
- ▶ US core-PCE price index, the preferred measure of inflation for the Federal Reserve, rose by 3.9% y-o-y and 0.1% m-o-m.
- ▶ The US avoided a government shutdown by passing a last-minute spending bill on Saturday. The bill allows the government to stay open for 45 days, giving the House and Senate more time to finish their funding legislation.

## Rates and Fixed Income

- ▶ 10Y and 3M UST yields declined. Yields on 10Y German Bunds also declined. However, UK 10Y Gilt yields rose.
- ▶ Global bond indices rose with Global Treasuries outperforming on Friday.

## Currencies

- ▶ USD inched lower on Friday, EURUSD and USDJPY rose slightly. GBPUSD inched lower.

## Equities

- ▶ Major global equities were once again mixed on Friday. The DJIA underperformed falling close to half a percent, while Hang Seng outperformed.
- ▶ European index STOXX 600 rose on Friday but ended Q3'23 2.9% lower.
- ▶ GCC markets ended mixed on Sunday with ADX and DFM closed.

## Commodities

- ▶ Oil prices retreated on Friday with Brent declining over 3%.
- ▶ Gold declined while copper prices rose 2.7%.

## Key events in the day ahead

- ▶ US ISM Manufacturing.
- ▶ HCOB Eurozone Manufacturing PMI.

## Performance snapshot\*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.31	0.00	1.00	25.00
UAE Eibor 3m	5.29	5.76	7.04	11.88
UAE Eibor 12m	5.58	-3.33	3.32	14.58
US 3m Bills	5.45	-1.55	2.16	14.67
US 10yr Treasury	4.57	-0.37	42.93	77.14
German 10yr Bund	2.84	-0.40	32.90	42.30
UK 10yr Gilt	4.44	7.90	1.50	5.50
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	436	0.29	-2.92	-3.59
Global Treasuries	187	0.41	-3.17	-4.17
Global Corporate	250	0.24	-2.67	-2.73
EM USD Sovereign	344	0.17	-3.33	-3.07
EM LCY Sovereign	137	0.36	-2.04	-1.71
Global High Yield	1,402	0.17	-1.59	-0.17
Currencies		1D (%)	1M (%)	3M (%)
Dollar Index	106.17	-0.05	1.92	3.23
EUR USD	1.0573	0.07	-2.09	-3.13
GBP USD	1.2199	-0.03	-3.45	-3.97
USD JPY	149.37	0.04	-2.21	-3.41
Equities		1D (%)	1M (%)	3M (%)
S&P 500	4,288	-0.27	-4.77	-3.27
Dow Jones	33,508	-0.47	-3.42	-2.10
NASDAQ	13,219	0.14	-5.77	-3.94
STOXX 600	450	0.39	-1.64	-2.03
DAX	15,387	0.41	-3.51	-4.71
Nikkei 225	31,858	-0.05	-1.74	-3.36
FTSE 100	7,608	0.08	2.40	2.07
SENSEX	65,828	0.49	1.54	2.05
Hang Seng	17,810	2.51	-2.58	-4.19
MSCI World	2,853	-0.09	-4.28	-3.36
MSCI EM	953	0.93	-2.61	-2.85
Regional Equities		1D (%)	1M (%)	3M (%)
ADX	9,785	-0.26	-0.21	2.73
DFM	4,164	0.59	2.05	10.17
Tadawul	11,040	-0.14	-3.61	-2.45
DSM	10,216	-0.35	0.21	1.41
MSM30	4,699	0.45	-2.08	-1.39
BHSE	1,937	-0.10	-0.77	1.51
KWSE	6,918	0.45	-1.13	-1.05
Commodities		1D (%)	1M (%)	3M (%)
BBG Commodity Index	104.8	-1.00	-1.12	3.31
Brent USD/bbl	92.2	-3.33	4.40	23.43
Gold USD/t oz	1,848.6	-0.87	-5.08	-4.04
Copper USD/MT	8,230.5	2.66	-1.73	0.80
Volatility		1D (%)	1M (%)	3M (%)
VIX	17.52	1.04	29.11	28.92
MOVE	113.55	-1.47	5.21	2.63

Source: Bloomberg, and ADCB Asset Management

Notes: \*Data as at 8AM GST on October 2, 2023 unless stated otherwise.

Performance in local currency terms.

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