

Global Overview: US markets closed on a mixed note on Friday but registered a weekly gain for the sixth straight week with DJIA (back in the positive territory YTD) at +1.4% and the Nasdaq ending at +1.8%, while the S&P 500 lagged at +1.0% weighed by utilities. US equities traded higher on the back of stronger than forecasted October jobs report which saw 271K additional jobs, above consensus of 185K, with an upward revision of +12K for August and September, as well as unemployment rate falling to 5%. Strong employment data, including +0.4% increase in hourly wages, should help push up inflationary expectations and probability of a December US rate hike, particularly given a recently more hawkish Fed (FF now pricing in a ~70% rate hike by December 2015 and ~85% by March 2016). US Q3 earnings season saw mixed reports so far from 89% of S&P500 companies, with ~71% and ~44% exceeding expectations on profits and sales revenues respectively, slightly softer than the last two quarters. Despite disappointing EU corporate earnings, European equities also traded higher on a weaker Euro and after stronger US jobs report with the Stoxx 600 adding +1.3% while the FTSE finished the week almost flat at +0.2% largely on weakness from commodity companies. Chinese stocks bounced back last week as regulators said they would stop the five-month IPO freeze before year-end, despite trade data confirming external demand is still soft. US Dollar rose against major currencies, with the Euro falling below \$1.08 as oil prices suffered a weekly loss of more than 4% despite lower US rig counts. US treasury yields rose, with the 2-year at 0.89% and the 10-year at 2.33%, and gold prices fell more than 4% last week as investors shied away from safe haven assets on better-than-expected jobs report and raised probability of a December US rate hike. Important US macro data this week include labor market conditions index, initial jobless claims, EIA crude oil change, JOLTS job openings, retail sales, producer price index and the Reuters/Michigan consumer sentiment. Other macro data include EU Sentix investor confidence, EU Q3 GDP, EU industrial production, UK ILO unemployment rate, JPY industrial production, CNY consumer price index, CNY producer price index, CNY retail sales and CNY industrial production. Earnings reports to come from Continental, Vodafone, Cisco Systems and SABMiller among many others.

Previous Week Macro Data

	Actual	Cons.
UK Markit manufacturing PMI (Oct)	55.5	51.3
US ISM manufacturing PMI (Oct)	50.1	50.0
US Factory orders (MoM) (Sep)	-1.0%	-0.9%
JPY Markit services PMI (Oct)	52.2	-
CNY Caixin China services PMI (Oct)	52.0	-
EU Markit PMI composite (Oct)	53.9	54.0
US EIA crude oil Δ (Oct 30)	2.847M	2.787M
US ADP employment change (Oct)	182K	180K
UK BoE interest rate decision (Nov 5)	0.5%	0.5%
US Initial jobless claims (Oct 31)	276K	262K
UK Industrial production (YoY) (Sep)	1.1%	1.3%
US Nonfarm payrolls (Oct)	271K	185K
US Unemployment rate (Oct)	5.0%	5.0%

Upcoming Week Macro Data

	Cons.	Prior
M EU Sentix investor confidence (Nov)	13.1	11.7
M US Labor market conditions index (Oct)	0.9	0.0
T CNY Consumer price index (YoY) (Oct)	1.5%	1.6%
T CNY Producer price index (YoY) (Oct)	-5.9%	-5.9%
W CNY Retail sales (YoY) (Oct)	10.9%	10.9%
W CNY Industrial production (YoY) (Oct)	5.8%	5.7%
W UK ILO unemployment rate (3M) (Sep)	5.4%	5.4%
Th EU Industrial production (YoY) (Sep)	1.3%	0.9%
Th US Initial jobless claims (Nov 7)	270K	276K
Th US EIA crude oil Δ (Nov 6)	-	2.847M
Th US JOLTS job openings (Sep)	5.39M	5.37M
F JPY Industrial production (YoY) (Sep)	-	-0.9%
F EU GDP (YoY) (Q3)	1.8%	1.5%
F US Retail sales (MoM) (Oct)	0.3%	0.1%
F US Producer price index (YoY) (Oct)	-1.2%	-1.1%
F US Rtrs/Michigan consumer sent. (Nov)	91.5	90.0

Upcoming Week Key Earnings

M Priceline, Dish Networks, Continental
 T Tencent, Vodafone, Rockwell Automation, DR Horton
 W NetEase, Macy's
 Th Cisco Systems, SABMiller, Siemens, Applied Materials

Upcoming Week Policy & Related Events

T EU EcoFin meeting, UK Inflation report hearings
 W UK BoE Governor Carney and ECB President Draghi speeches
 Th US Fed Yellen, Fischer, Lacker, Evans and Dudley speeches
 F US FOMC member Mester speech

Equities	Value	1 Week	YTD	EPS %	P/E	Div. Yld.
S&P 500	2,099.2	0.95	2.0	6.7	18.5	2.1
Dow Jones	17,910.3	1.40	0.5	-1.1	16.0	2.5
NASDAQ	5,147.1	1.85	8.7	13.2	21.9	1.2
Russell 2000	1,199.7	3.26	-0.4	5.7	19.8	1.4
STOXX 600	380.4	1.32	11.1	15.6	18.7	3.4
FTSE 100	6,371.5	0.16	-3.0	7.9	17.1	4.1
NIKKEI 225	19,642.7	2.93	12.6	3.8	19.4	1.6
Shanghai Index	3,646.9	7.81	12.7	13.5	16.8	1.9
S&P Pan Arab	677.9	-1.42	-14.7	-0.7	11.6	3.8
MSCI ACWI	1,743.5	-1.59	-1.8	1.0	15.6	3.2
MSCI EM	852.5	0.55	-10.9	-3.7	11.4	2.9

Fixed Income	Value	Yield	YTD
Barclays Global Aggregate	438.4	1.8	-4.0
Barclays Global Agg. – Corporate	227.4	3.0	-3.7
Barclays Global High Yield	1,072.9	7.2	0.6
Markit CDX N.A. Investment Grade	79.5	NA	NA
Markit CDX N.A. High Yield	102.9	NA	NA
Markit iTraxx Europe	57.0	NA	NA
Markit iTraxx ITX Crossover	296.0	NA	NA

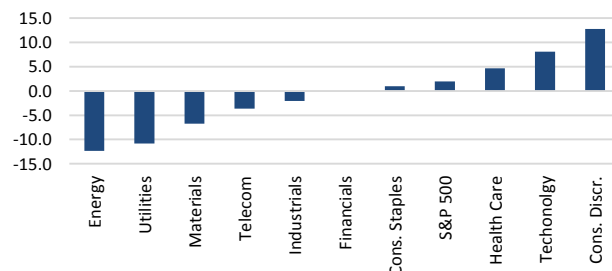
Rates	Value	Yield
Treasuries 2-Yr	99.7	0.9
Treasuries 10-Yr	97.1	2.3
Treasuries 30-Yr	95.7	3.1
Gilts 10-Yr	99.6	2.0
Bunds 10-Yr	102.8	0.7
French 10-Yr	99.8	1.0
Italian 10-Yr	101.8	1.8
Spanish 10-Yr	101.6	2.0
Greek 10-Yr	73.5	7.6
JGBs 10-Yr	100.7	0.3

Volatility	Value	YTD
S&P 500 VIX	14.3	-25.4
Euro Stoxx 50 VIX	20.4	-22.0
Crude Oil VIX	39.6	-21.1
Interest Rate VIX	86.4	1.9

Commodities	Value	YTD
Oil-Brent	47.7	-16.9
Oil-WTI	44.6	-16.3
Natural Gas	2.4	-18.3
Gold	1,093.6	-7.7
Silver	14.8	-5.9
Copper	223.6	-20.9
S&P GSCI	353.7	-15.4

Currencies	Value	YTD
EUR-USD	1.0769	-11.0
GBP-USD	1.5076	-3.2
USD-JPY	123.3900	3.0
USD-CHF	1.0020	0.8
AUD-USD	0.7058	-13.7
USD-CAD	1.3278	14.3
USD-SEK	8.7059	11.5
Dollar Index	98.9620	9.6

S&P 500 Sector YTD (%)



Investment Style YTD (%)

	Value	Blend	Growth
Large	-2.8	2.0	6.4
Mid	-2.8	0.7	4.1
Small	-2.6	1.9	6.4

FFA Equity Ideas

- ARM Holdings plc (ARM)
- Airbus (AIR)
- Suncor (SU)
- Siemens (SIE)
- Commercial International Bank (COMI)

FFA Fixed Income Ideas

For fixed income ideas or price quotes, please contact our fixed income desk

Source: Reuters, Bloomberg, Barclays, Morningstar, WSJ, CNBC, Briefing, FXStreet.

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