



I. Major Economic Release

Upcoming Economic Release

Economic Indicator	Period	Market Survey	Prior Period
US: Change in Nonfarm / Private Payrolls	Oct	195k/190k	134k/121k
US: Unemployment Rate	Oct	3.70%	3.70%
US: Average Hourly Earnings YoY	Oct	3.10%	2.80%
Canada: Net Change in Employment	Oct	15k	63.3k
Canada: Permanent Employment Hourly Earnings YoY	Oct	2.30%	2.20%

Source: Bloomberg

II. Macro News

- **Taiwan Growth Slows as Trade Tensions Prompt Consumer Caution.** Taiwan's export-driven economy is cooling as escalating trade tensions between the U.S. and China weigh on local consumers. The expansion slowed to 2.3 percent in the third quarter from a year earlier, according to Taiwan's statistics bureau, falling below 3 percent growth for the first time since the second quarter of 2017. [Bloomberg]
- **China Says More Aid Coming as Dwindraft From Trade War Rises.** China's leadership signaled that further stimulus measures are being planned, as disappointing economic data showed that the current piecemeal approach isn't working. The nation's economic situation is changing, downward pressure is increasing, and the government needs to take timely steps to counter this, according to a statement from a Politburo meeting chaired by President Xi Jinping. [Bloomberg]
- **Chinese manufacturing activity little changed at very low level in October, Caixin PMI data show.** Chinese manufacturing sector growth was little changed at a very low level in October amid pressures from the US trade war, data from financial news outlet Caixin showed. [SCMP]

III. Industry News

- **U.K. Banks to Get EU Market Access After Brexit, Times Reports.** U.K. financial services companies will get continued access to European Union markets after Brexit, the Times of London reported. British and European negotiators tentatively agreed on all aspects of a future partnership on services, as well as the exchange of data. [Bloomberg]
- **China to Further Open Capital Market to Foreigners.** Fundamentals for China economy are good and the country has "tremendous" domestic potential, Pan Gongsheng, PBOC deputy governor and chief of State Administration of Foreign Exchange, says in meeting with Asset Management One CEO Akira Sugano, according to SAFE statement. [Bloomberg]
- **HKMA and 12 local banks link up to create trade finance platform.** Hong Kong Monetary Authority launched its new blockchain-based banking trade finance platform on Wednesday, in the de facto central bank's latest move to push the city's burgeoning fintech sector. [SCMP]

IV. Corporate News

- **Ping An Is Said to Plan \$2 Billion IPO of Health Tech Unit.** Ping An Insurance Group Co. is planning a Hong Kong IPO of its health-care technology unit that could raise about \$2bn. A listing of Ping An Healthcare Technology, which provides platforms used by hospitals, insurers and pharmacies, could take place as soon as next year. [Bloomberg]
- **BHP to Return \$10.4 Billion to Shareholders After Shale Sale.** BHP Billiton Ltd. will return \$10.4 billion to shareholders through a buyback and special dividend after completing the sale of its onshore U.S. shale assets. The stock rose as much as 6.2 percent in Sydney trading. [Bloomberg]

- **Temasek-Backed Biotech Urges Investors to Look Beyond Turmoil.** Look at the future prospects, not the losses, says the chief executive officer of a newly listed Chinese biotech company backed by Temasek Holdings Pte. Innovent Biologics Inc.'s Michael Yu said investors need to look beyond the turmoil that has sent Chinese health-care stocks down as much as 35 percent since the summer. [Bloomberg]
- **Volvo in Pact With Baidu to Develop Autonomous Cars for China.** Volvo Cars and Baidu Inc. are joining forces to develop robotaxis in China, set to become the world's top market for driverless vehicles. Baidu is aiming to match Alphabet Inc.'s push into the technology through Waymo and has signed a number of deals for self-driving cars with collaborators. [Bloomberg]
- **Tencent-Hillhouse Venture Gets H.K. SFC Approval for Maiden Fund.** GaoTeng Global Asset Management's Hong Kong-domiciled GaoTeng WeFund-GaoTeng Asia Income Fund will focus on Asian dollar-denominated corporate and government bonds, co.says in statement. [Bloomberg]
- **China National Offshore Names Wang Dongjin as General Manager.** China National Offshore Oil Corp., the country's biggest offshore oil and gas explorer, names Wang Dongjin its new general manager, No. 2 post behind Chairman Yang Hua, according to statement posted on co.'s website Thursday. [Bloomberg]
- **Hong Kong listed Innovent Biologics believes it can help usher in a 'game changer' for drug prices in China.** Competition in China's nascent market for a novel category of cutting edge cancer treatments is set to intensify, according to newly listed Innovent Biologics. [SCMP]
- **Tencent sees focus of internet development shifting from consumers to business in next two decades.** The next 20 years of internet development will centre on "2B", or services to businesses, shifting from a focus on consumers in the past two decades, according to Tencent executives at the company's partners' day in Nanjing, China. [SCMP]
- **Intense competition takes its toll on telecom giants.** China Mobile Communications Corp. reported a 0.3% decrease in revenue to 567bn yuan in the first three quarters of this year, its first ever revenue decline since 2014. China United Network Communications Group Co Ltd. posted a 164.5% jump in net profit to 3.47bn yuan and a 6.5% increase in revenue to 200bn yuan. [China Daily]
- **Rwanda, Alibaba launch Africa's first eWTP.** Rwandan government and Alibaba Group, China's biggest e-commerce company, Wednesday launched the first electronic world trade platform (eWTP) in Africa meant to promote trade and tourism between Rwandan and Chinese consumers. [China Daily]
- **Pony Ma: Tencent to Root in Consumption Internet, Develop Industrial Internet.** The battlefield of mobile internet is shifting from consumption internet to industrial internet, stated Tencent (chairman and CEO Ma Huateng. Subsequently, Tencent will develop industrial internet by rooting itself in consumption internet. [AASocks]
- **PetroChina Plans to Integrate Gas Sales Subsidiaries.** Petrochina has issued a notice of the proposal to consolidate its natural gas wholesale and retail businesses into a natural gas sales company, as 21st Century Business Herald cited senior staff. [AASocks]
- **AAC TECH: Singapore Project Investment US\$200M; Operation to Start in 2H20.** AAC Tech announced that the construction of its Singapore R&D center commenced on 31 October. The total investment amounted to US\$200 million, with an GFA of 37,800 sq.m. [AASocks]
- **China Vanke Completes RMB1B Ultra Short-term Notes Issuance.** China Vanke announced that the issuance of the 8th tranche of ultra short-term notes has been completed, with a total amount of RMB1 billion and a term of 180 days. The coupon rate was 3.15% per annum. [AASocks]
- **Jiangsu Expressway Completes Issuance of RMB600M Ultra Short-term Financing Bonds.** Jiangsu Expressway announced that it completed issuance of RMB600 million ultra short-term financing bonds which have a term of 163 days with 3.4% interest rate. [AASocks]

V. Overnight Market Recap

	Close	Net Chg	Chg (%)	Performance (%)						
				1W	1M	3M	6M	1Y	YTD	
US Equity	S&P 500	2,740	28.6	1.1	1.3	(6.3)	(3.1)	4.0	6.2	2.5
	Dow Jones	25,381	265.0	1.1	1.6	(5.2)	0.2	6.1	7.9	2.7
	Nasdaq Composite	7,434	128.2	1.8	1.6	(7.1)	(4.7)	4.7	10.7	7.7
	Russell 2000	1,545	33.6	2.2	3.0	(6.7)	(8.2)	(0.6)	3.2	0.6
	VIX Index	19.34	(1.9)	(8.9)	(20.1)	60.5	58.7	21.1	94.8	75.2
Europe Equity	Euro Stoxx 50	3,204	6.7	0.2	1.3	(5.5)	(7.6)	(9.8)	(13.1)	(8.6)
	DAX	11,469	21.0	0.2	1.4	(6.7)	(8.6)	(10.4)	(14.7)	(11.2)
	CAC	5,086	(7.7)	(0.2)	1.1	(7.0)	(6.9)	(8.0)	(7.7)	(4.3)
	FTSE 100	7,115	(13.4)	(0.2)	1.6	(4.8)	(6.1)	(5.7)	(5.8)	(7.5)
APAC Equity	HSI	25,416	436.3	1.7	1.7	(6.3)	(8.3)	(17.3)	(10.9)	(15.1)
	HSCEI	10,279	140.7	1.4	1.0	(4.4)	(4.2)	(15.7)	(11.4)	(12.2)
	HSI VIX	24.18	(1.7)	(6.5)	(13.1)	20.1	12.5	36.8	70.5	65.6
	CSI 300	3,177	23.2	0.7	(0.5)	(7.6)	(5.8)	(15.6)	(20.5)	(21.2)
	SH Composite	2,606	3.5	0.1	0.1	(7.6)	(5.8)	(15.4)	(23.0)	(21.2)
	SZ Composite	1,306	12.1	0.9	1.0	(9.4)	(13.6)	(26.4)	(34.4)	(31.2)
	Nikkei 225	21,688	(232.8)	(1.1)	2.0	(10.6)	(3.7)	(3.5)	(3.8)	(4.7)
KOSPI	2,024	(5.2)	(0.3)	(1.9)	(12.3)	(10.8)	(19.2)	(20.5)	(18.0)	
Commodities (USD)	Brent (Future)	72.89	(2.6)	(3.4)	(5.2)	(14.2)	0.7	(0.3)	20.5	9.0
	WTI (Future)	63.69	(1.6)	(2.5)	(5.4)	(15.5)	(7.8)	(6.4)	16.6	5.3
	Gold	1,233	18.7	1.5	0.1	2.5	2.1	(5.5)	(3.4)	(5.3)
	Copper (Future)	5,992	(40.0)	(0.7)	(3.0)	(4.3)	(4.9)	(12.0)	(12.4)	(17.3)
	Baltic Dry Index	1,490.00	(23.0)	(1.5)	(1.9)	(5.1)	(15.1)	10.7	0.5	9.1
FX	Dollar Index	96.28	(0.9)	(0.9)	(0.4)	1.0	1.7	4.1	1.5	4.5
	EUR	1.14	0.0	0.8	0.3	(1.2)	(1.6)	(4.6)	(2.2)	(5.0)
	JPY	112.72	(0.2)	(0.2)	0.3	0.9	(0.9)	(2.5)	1.2	-
	CNY	6.92	(0.1)	0.8	0.4	(0.8)	(1.4)	(8.5)	(4.6)	(6.0)
	CNH	6.92	(0.1)	(0.8)	(0.6)	(0.6)	(0.6)	(8.0)	(4.6)	(5.9)
CDS	ChinaGov CDS	71.66	(0.1)	(0.1)	1.5	25.4	17.4	24.3	35.9	43.1
	CDX Emerging Market	95.51	0.2	0.3	0.2	(0.3)	(1.3)	(2.3)	(1.1)	(3.6)

	Close	Net Chg	Chg (%)	Value						
				1W	1M	3M	6M	1Y	YTD	
US rates	3-Month Treasury Yield	2.31	(0.0)	(0.4)	2.3	2.2	2.0	1.8	1.2	1.4
	2-Year Treasury Yield	2.84	(0.0)	(0.8)	2.8	2.9	2.6	2.5	1.6	1.9
	5-Year Treasury Yield	2.96	(0.0)	(0.6)	2.9	3.0	2.8	2.8	2.0	2.2
	10-Year Treasury Yield	3.13	(0.0)	(0.4)	3.1	3.2	2.9	2.9	2.3	2.4
	2-10 Spread	28.38	1.1	4.1	26.5	30.5	30.2	44.7	73.3	51.8
China rates	O/N China Repo Rate	2.30	(0.1)	(3.8)	2.0	2.8	1.9	2.5	2.6	3.0
	1-Week China Repo Rate	2.50	(0.2)	(7.7)	2.4	2.9	2.2	2.7	3.0	3.1
	O/N SHIBOR	2.55	0.2	7.5	2.1	2.7	1.8	2.6	2.6	2.8
	1-Week SHIBOR	2.67	(0.0)	(1.5)	2.6	2.8	2.5	2.8	2.9	3.0

Source: Bloomberg

VI. Key Indicators

Hang Seng Index PE Ratio



Source: Bloomberg

Shanghai Composite Index PE Ratio



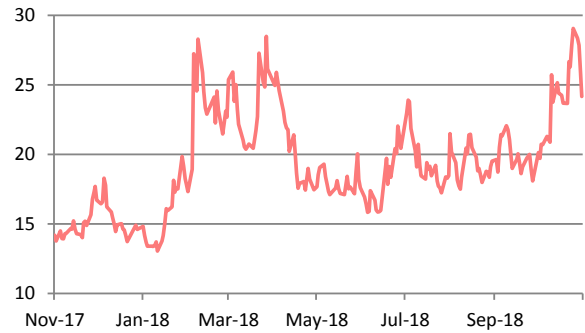
Source: Bloomberg

China 5Y CDS Index_USD



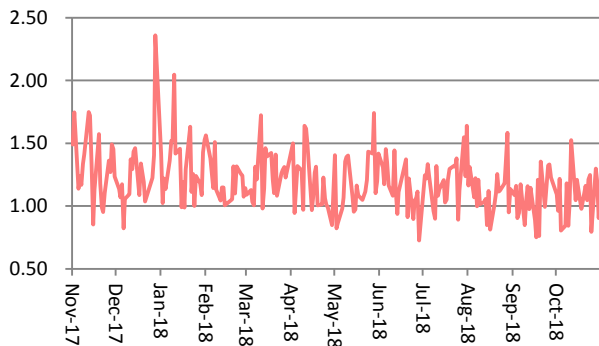
Source: Bloomberg

Hang Seng Index VIX



Source: Bloomberg

Hang Seng Index Put Call Volume Ratio



Source: Bloomberg

USDCNH 1Y Forward



Source: Bloomberg

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