City Credit Investment Bank Limited

Bi-Weekly – 07 October 2022

Key Data Updates

Global indices	Close	2W Chg (%)	YTD (%)
DJIA	29,297	-0.99%	-19.38%
S&P 500	3,640	-1.45%	-23.64%
Nasdaq	10,652	-1.98%	-31.91%
Nikkei	27,116	-0.14%	-5.82%
FTSE100	6,991	-0.39%	-5.33%
CAC40	5,867	1.44%	-17.98%
DAX	12,273	-0.09%	-22.74%

China/HK indices	Close	2W Chg (%)	YTD (%)
SHCOMP	3,024	-2.07%	-16.91%
CSI300	3,805	-1.33%	-22.98%
ChiNext	2,598	-1.76%	-29.18%
HSI	17,740	-1.08%	-24.18%
HSCEI	6,075	-0.65%	-26.25%

Commodities	Close (US$)	2W Chg (%)	YTD (%)
WTI Oil (bbl)	92.64	17.65%	23.18%
Brent Oil (bbl)	97.92	13.66%	25.89%
Gold Spot (oz)	1,695	3.10%	-7.35%
CMX Silver (oz)	20.26	7.11%	-13.94%
CMX Copper (lb)	338.65	1.30%	-23.20%
LME Zinc (mt)	3,012	-0.29%	-16.11%
LME Aluminum (mt)	2,301	7.09%	-18.01%

Forex Currencies	Close	2W Chg (%)	YTD (%)
DXY	112.80	-0.35%	17.90%
EUR / USD	0.97	0.59%	-14.30%
USD / CNH	7.13	-0.06%	12.22%
USD / JPY	145.25	1.35%	26.22%
GBP / USD	1.11	2.09%	-18.08%
USD / CAD	1.37	1.08%	8.72%
AUD / USD	0.64	-2.34%	-12.23%
USD / CHF	0.99	1.28%	8.93%

Source: Bloomberg

Financial News Highlights

- OPEC+ agreed on steep production cuts, as a response to the rising interest rates in western countries and weaker global economy. The oil production output in OPEC+ countries will be reduced by 2 million barrels per day, equivalent to 2% of the global supply. The White House expressed that the U.S. President Joe Biden was disappointed by such shortsighted decision from the OPEC+ and will continue to evaluate whether to further release strategic oil reserves to tame the elevated oil prices.
- Despite the projected impact of a substantial economic slowdown, the European Central Bank (ECB) expects to further lift the interest rates over the next several meetings, in order to suppress demand and prevent the inflation expectations from further escalating, said the ECB's President Christine Lagarde, according to a foreign media report.
- Citigroup expected global equities to spike about 18% by the end of 2023. Depressed stock valuations due to ongoing stock sell-off this year could lure investors into the market, said the group, while warning the economy is facing humungous risk of slowing down.
- Moody's expected Credit Suisse to post further losses in the second half of the year. The annual loss will amplify to US$3 billion, which may push its core capital adequacy ratio just below the key level of 13%. Credit Suisse will soon unveil a new strategic plan to restructure the investment bank, implementing the business direction "light capital and consultation-oriented". It is also evaluating disposal of its securitized products business. However, Moody's observed that Credit Suisse faced giant obstacles in selling assets due to rattling market and falling asset prices in the past few months.

Charts of the Week

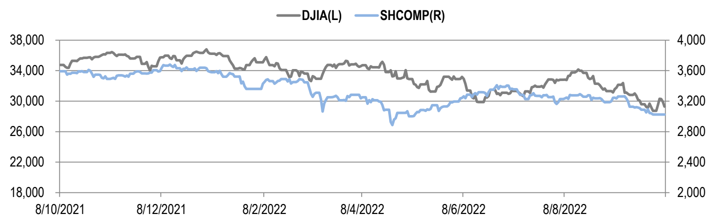

Fig. 1 One year performance of Dow Jones and Shanghai Composite

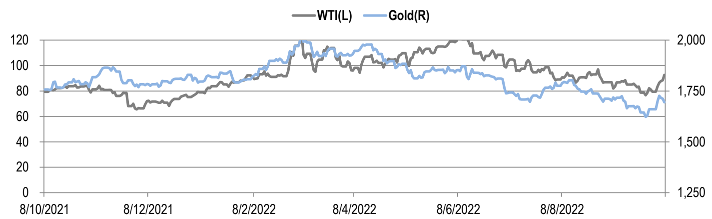

Fig. 2 One year performance of WTI oil and Gold spot

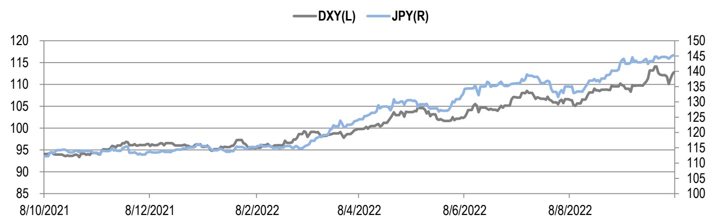

Fig. 3 One year performance of DXY and USD/JPY