

## News highlights

- The equity market sell-off last week was largely driven by fears that economies would have a hard time maintaining their current recovery trajectories based on mounting Covid-19 infections and broad-based extensions of restrictions, as well as traditional last minute repositioning ahead of US presidential election.
- The busiest week of the earnings season ended up in pain for mega cap tech companies with investors expecting a larger beat than was presented. Despite all five FAAMG reporting profits that blew past estimates, not one finished the week higher.
- Investors were left stripped of places to hide with bonds and gold ineffective in protecting any portfolio during the week.
- In terms of macro-economic releases, attention was drawn to the publication of Q3 GDP for Europe and US. Both regions published first estimates beating all historical norms, a mirror image of the massive declines in Q2, leaving nevertheless still a large hole to climb out of.
- ECB meeting open the door for December action mostly unprepared from previous day announcement of lockdowns by France and Germany.
- In corporate news, Ant Group's historic \$35billion initial public offering garnered unprecedented interest from individual investors. According to Reuters, the retail tranche was 872 times oversubscribed in Shanghai and 389 times on Hong Kong.
- This week attention will mostly focus on Tuesday's US Presidential election, Fed and BOE meetings and further potential restrictions to contain the pandemic.

### EQUITIES *(local currency, price change)*

	Last Price	5 days	YTD		5 Years
			Local	EUR	
<b>US</b>					
S&P 500	3 270	-5.6%	1.2%	-2.4%	57.3%
Nasdaq	10 912	-5.5%	21.6%	17.3%	115.9%
Dow Jones	26 502	-6.5%	-7.1%	-10.5%	50.0%
<b>Europe</b>					
Stoxx 50	2 958	-7.5%	-21.0%	-21.0%	-13.5%
DAX	11 556	-8.6%	-12.8%	-12.8%	6.5%
CAC	4 594	-6.4%	-23.1%	-23.1%	-6.2%
FTSE	5 577	-4.8%	-26.1%	-30.4%	-12.3%
AEX	534	-3.7%	-11.7%	-11.7%	15.5%
BEL 20	3 043	-6.3%	-23.1%	-23.1%	-15.5%
SMI	9 587	-4.4%	-9.7%	-8.2%	7.3%
<b>EM &amp; Asia</b>					
Nikkei 225	22 977	-2.3%	-2.9%	-2.7%	20.4%
Hang Seng	24 107	-3.3%	-14.5%	-17.2%	6.5%
India	39 614	-2.6%	-4.0%	-11.6%	48.6%
Russia	2 691	-4.5%	-11.7%	-33.7%	57.2%
Brazil	93 952	-7.2%	-18.8%	-45.4%	104.8%

### FIXED INCOME *(local currency, total return)*

	Yield	5 days	YTD	5 Years
<b>US</b>				
Government	0.58	0.0%	7.9%	19.5%
Investment Grade	1.94	-0.2%	6.2%	31.3%
High Yield	5.78	-1.1%	1.1%	35.9%
<b>Europe</b>				
Government	-	0.21	0.5%	4.5%
Investment Grade	0.43	0.0%	1.6%	14.1%
High Yield	4.55	-1.0%	-2.5%	20.1%
<b>EM</b>				
Global HC USD	3.78	-0.5%	1.7%	31.1%

### EUR VERSUS MAJOR CURRENCIES

	Last	5 days	YTD	5 Years
USD	1.16	-1.8%	3.7%	-9.8%
JPY	121.93	-1.8%	0.0%	21.3%
CHF	1.07	-0.4%	-1.6%	-11.7%
GBP	0.90	-1.1%	6.3%	12.9%

### COMMODITIES

	Last	5 days	YTD		5 Years
			USD	EUR	
Brent	37.46	-10.3%	-43.2%	-45.3%	-65.9%
Gold	1 878.81	-1.2%	23.8%	19.4%	6.5%

Source: Bloomberg, BIL, as at 30/10/2020

DISCLAIMER All financial data and/or economic information released by this Publication (the "Publication"); (the "Data" or the "Financial data and/or economic information"), are provided for information purposes only, without warranty of any kind, including without limitation the warranties of merchantability, fitness for a particular purpose or warranties and non-infringement of any patent, intellectual property or proprietary rights of any party, and are not intended for trading purposes. Banque Internationale à Luxembourg SA (the "Bank") does not guarantee expressly or impliedly, the sequence, accuracy, adequacy, legality, completeness, reliability, usefulness or timelessness of any Data. All Financial data and/or economic information provided may be delayed or may contain errors or be incomplete. This disclaimer applies to both isolated and aggregate uses of the Data. All Data is provided on an "as is" basis. None of the Financial data and/or economic information contained on this Publication constitutes a solicitation, offer, opinion, or recommendation, a guarantee of results, nor a solicitation by the Bank of an offer to buy or sell any security, products and services mentioned into it or to make investments. Moreover, none of the Financial data and/or economic information contained on this Publication provides legal, tax accounting, financial or investment advice or services regarding the profitability or suitability of any security or investment. This Publication has not been prepared with the aim to take an investor's particular investment objectives, financial position or needs into account. It is up to the investor himself to consider whether the Data contained herein this Publication is appropriate to his needs, financial position and objectives or to seek professional independent advice before making an investment decision based upon the Data. No investment decision whatsoever may result from solely reading this document. In order to read and understand the Financial data and/or economic information included in this document, you will need to have knowledge and experience of financial markets. If this is not the case, please contact your relationship manager. This Publication is prepared by the Bank and is based on data available to the public and upon information from sources believed to be reliable and accurate, taken from stock exchanges and third parties. The Bank, including its parent,- subsidiary or affiliate entities, agents, directors, officers, employees, representatives or suppliers, shall not, directly or indirectly, be liable, in any way, for any: inaccuracies or errors in or omissions from the Financial data and/or economic information, including but not limited to financial data regardless of the cause of such or for any investment decision made, action taken, or action not taken of whatever nature in reliance upon any Data provided herein, nor for any loss or damage, direct or indirect, special or consequential, arising from any use of this Publication or of its content. This Publication is only valid at the moment of its editing, unless otherwise specified. All Financial data and/or economic information contained herein can also quickly become out-of-date. All Data is subject to change without notice and may not be incorporated in any new version of this Publication. The Bank has no obligation to update this Publication upon the availability of new data, the occurrence of new events and/or other evolutions. Before making an investment decision, the investor must read carefully the terms and conditions of the documentation relating to the specific products or services. Past performance is no guarantee of future performance. Products or services described in this Publication may not be available in all countries and may be subject to restrictions in some persons or in some countries. No part of this Publication may be reproduced, distributed, modified, linked to or used for any public or commercial purpose without the prior written consent of the Bank. In any case, all Financial data and/or economic information provided on this Publication are not intended for use by, or distribution to, any person or entity in any jurisdiction or country where such use or distribution would be contrary to law and/or regulation. If you have obtained this Publication from a source other than the Bank website, be aware that electronic documentation can be altered subsequent to original distribution.

Banque Internationale à Luxembourg SA  
69 route d'Esch, L-2953 Luxembourg  
RCS Luxembourg B-6307  
T (+352) 4590-1 • F (+352) 4590-2010  
contact@bil.com • www.bil.com

