

## I. Major Economic Release

### Upcoming Economic Release

Economic Indicator	Period	Market Survey	Prior Period
Taiwan: Exports / Imports YoY	Sep	13.4% / 8.2%	12.7% / 6.9%
Japan: Machine Tool Orders YoY	Sep	N/A	36.20%
Australia: Westpac Consumer Confidence	Oct	N/A	97.9
Brazil: Retail Sales YoY	Aug	4.40%	3.10%

Source: Bloomberg

## II. Macro News

- **China's share of global GDP rises.** China's GDP accounted for 14.8% of the world's total in 2016, up by 3.4ppts from 2012, said Ning Jizhe, head of the NBS, on Tuesday. The country made the largest contribution to global growth, averaging at about 30% annually, during 2013-2016, larger than the of US, euro zone and Japan combined. [China Daily]
- **Think tank forecasts China Q3 growth at 6.8%.** China's economy is predicted to expand 6.8 percent in the third quarter, drawing strength from the country's supply-side structural reforms, property market recovery and global economic improvements, according to a government think tank report. [China Daily]
- **PBOC Zhou says China to move forward with forex reforms.** China needs to "comprehensively" push forward with opening its economy, yuan rate reforms and relaxing foreign exchange controls, Chinese magazine Caijing reports, citing an interview with People's Bank of China Governor Zhou Xiaochuan. [Bloomberg]

## III. Industry News

- **New exchange results may come in weeks, says HKEX listing head.** Hong Kong Exchanges & Clearing may publish the findings of its new exchange proposal in "weeks rather than months," David Graham, head of listing, said at media briefing at the Thomson Reuters Pan-Asian Regulatory Summit. [Bloomberg]
- **China is said to curb stock-market rally by selling banks.** Chinese state-backed funds intervened to limit gains in the nation's stock market on Monday, part of the government's effort to restrain market swings before a key leadership reshuffle this month. [Bloomberg]
- **China's FX reserves gain on asset price rise, USD fall.** China's international balance of payment and forex reserves will remain stable, State Administration of Foreign Exchange says in a statement after release of September forex reserves data. Foundation for stable cross-border capital flow will be more solid, according to SAFE. [Bloomberg]

## IV. Corporate News

- **China Coal expects 9-month net to increase 150%-190% on year.** China Coal expects 9-month Net to Increase 150%-190% YoY. The company cites "relatively high level" of product prices and controlled debt scale, according to Hong Kong stock exchange filing. [Bloomberg]
- **Noble Group said in advanced talks to sell oil unit to Vitol.** Noble Group Ltd. is in advanced talks to sell its oil-trading unit to Vitol Group. Noble Group said it expected to complete the sale of its oil business by the end of December. [Bloomberg]
- **Cosco Shipping expects Jan.-Sept. Net Income About 2.7B Yuan.** Cosco Shipping Holdings cites better performance of cargo shipping, port businesses as well as returns from wharf stake sale as reasons for the expected profit, according to a statement to Shanghai Stock Exchange. [Bloomberg]

- **Chenming Paper expects 3Q net to rise up to 63% on year.** Chenming Paper expects 3Q net income of 900m-1b yuan, according to a statement to Shenzhen Stock Exchange. The company cites paper price rise and cost control as reasons for the expected profit increase. [Bloomberg]
- **Greentown China Sept. property sales 11.9B Yuan.** Greentown China said January-September property sales, which include contract sales and subscription sales, was 70.9 billion yuan, according to a filing to the stock exchange. [Bloomberg]
- **China Construction Bank Appoints Tian Guoli as Chairman.** China Construction Bank has appointed Tian Guoli as Chairman. The appointment takes effect from Oct. 9, according to a statement to the Shanghai Stock Exchange. [Bloomberg]
- **Sunac China Sept. contracted sales value rises to 43bn yuan.** Sunac China's September contracted sales value rose to RMB43 billion, which represented an increase of 218% from year earlier, the company says in statement to the Hong Kong stock exchange. [Bloomberg]
- **China Power Intl to buy clean energy assets from parent.** China Power International agreed to buy clean energy project companies from ultimate controlling shareholder State Power Investment Corp. for combined 4.97bn yuan, according to statement to Hong Kong stock exchange dated Oct. 9. [Bloomberg]
- **China retailer to acquire ex-Valeant unit for \$906mn.** Chinese department store operator and drug maker said it's in a pact to buy a former Valeant Pharmaceuticals International Inc. subsidiary for RMB6bn. Dendreon Pharma under a framework pact from Sanpower Group Co., it said in a filing to Shanghai stock exchange. [Bloomberg]
- **China Southern to deploy 250 aircrafts in Beijing's new airport.** China Southern plans to deploy 250 aircrafts in the new airport as of 2025, after moving existing service from Beijing Capital International Airport in 2019, according to a company statement. [Bloomberg]
- **Funeng to buy China Resources Power's assets for 983mn yuan.** Fujian Funeng wins bids for stakes in two power plants of China Resources Power, according to a statement to Shanghai Stock Exchange. Funeng to buy 20% stake in a Wenzhou power plant for 523.2m yuan and 51% of a plant in Guizhou for 459.7m yuan. [Bloomberg]
- **Airbnb's Chinese rival raises \$300mn for Global Jaunt.** Airbnb's biggest rival in China, Tujia.com, has raised \$300mn to fund a rapid expansion and ride a surge in Chinese families taking holidays around the world. Ctrip.com Int'l Ltd. and All-Stars Investment Ltd led a round that valued the company at more than \$1.5bn, it said in a statement. [Bloomberg]
- **China cuts quota for Baota Petro to use imported crude.** China will cut quota for Baota Petro. Quota will be cut to 2.16mn tons/year from 6.16mn tons/year starting 2018, according to a statement on National Development and Reform Commission website. [Bloomberg]
- **Lenovo holds on as world's No 2 PC supplier amid signs of market stability.** Lenovo Group held on to its position as the world's second-largest supplier of personal computers in the third quarter, despite flat shipment growth. Lenovo shipped 14.5mn PCs worldwide in the quarter ended Sept 30 to corner a 21.6% share of the global market. [SCMP]
- **HSBC Holdings buys back nearly 1.03mn shares.** HSBC Holdings repurchased 1.0263 million shares in London yesterday (9 October) at a price range of GBP7.542 to GBP7.592, involving GBP777Error! Hyperlink reference not valid..618mn (approx.. USD10.21mn). Volume weighted average price paid per share was GBP7.5628. [AASocks]
- **Luoyang Glass asset restructuring obtains approval-in-principle.** Luoyang Glass announced the company was informed that CNBM Group, the ultimate controlling shareholder of the company, has received the approval on issues relating to the assets restructuring and supporting funds raising of Luoyang Glass from the SASAC of the State Council. [AASocks]
- **Chalco asset restructuring still Underway.** Chalco announced that as the company is planning a material asset restructuring, upon application to the Shanghai Stock Exchange, the trading of A shares of the company has been suspended with effect from 12 September 2017 and will remain halted from yesterday (10 October). [AASocks]

## V. Overnight Market Recap

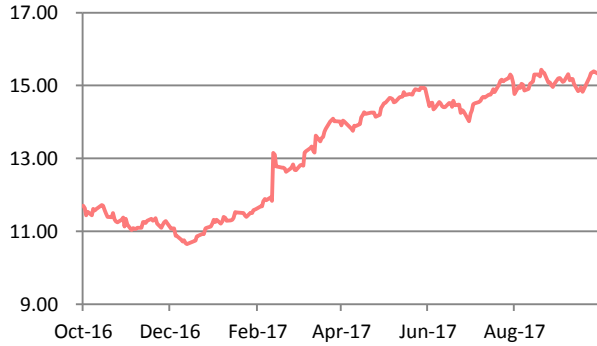
	Close	Net Chg	Chg (%)	Performance (%)						
				1W	1M	3M	6M	1Y	YTD	
US Equity	S&P 500	2,551	5.9	0.2	0.6	2.5	5.2	8.4	19.4	13.9
	Dow Jones	22,831	69.6	0.3	0.8	3.5	6.6	10.6	25.9	15.5
	Nasdaq Composite	6,587	7.5	0.1	0.9	2.4	6.4	12.3	25.5	22.4
	Russell 2000	1,508	4.4	0.3	(0.3)	6.6	6.7	9.5	22.8	11.1
	VIX Index	10.08	(0.3)	(2.4)	6.7	(6.1)	(7.4)	(33.1)	(34.4)	(28.2)
Europe Equity	Euro Stoxx 50	3,599	(11.7)	(0.3)	(0.2)	3.0	3.9	3.7	19.1	9.4
	DAX	12,949	(27.2)	(0.2)	0.4	3.8	4.1	6.7	22.4	12.8
	CAC	5,364	(2.2)	(0.0)	(0.1)	3.6	4.3	5.1	19.9	10.3
	FTSE 100	7,538	30.4	0.4	0.9	1.7	2.8	2.3	6.6	5.5
APAC Equity	HSI	28,491	164.2	0.6	3.4	1.9	10.1	18.3	21.0	29.5
	HSCEI	11,419	33.4	0.3	4.7	1.8	9.6	12.3	16.5	21.5
	HSI VIX	14.28	(0.1)	(0.8)	1.9	(7.0)	4.9	(4.0)	(22.3)	(15.5)
	CSI 300	3,890	7.7	0.2	1.8	1.7	6.0	10.6	17.6	17.5
	SH Composite	3,383	8.6	0.3	1.2	0.2	5.6	2.9	10.4	9.0
	SZ Composite	2,030	15.7	0.8	3.4	1.9	7.3	0.4	(0.7)	3.1
	Nikkei 225	20,824	132.8	0.6	2.1	6.5	3.1	11.1	22.3	8.9
Commodities (USD)	KOSPI	2,434	39.3	1.6	2.2	3.2	1.6	14.6	19.8	20.1
	Brent (Future)	56.61	0.8	1.5	1.1	5.3	20.8	1.1	6.5	(0.4)
	WTI (Future)	50.92	1.3	2.7	1.0	5.8	13.0	(4.7)	0.2	(5.3)
	Gold	1,288	4.0	0.3	1.3	(2.9)	5.9	1.1	2.9	12.4
	Copper (Future)	6,760	94.0	1.4	3.7	1.0	16.1	17.6	39.4	22.1
FX	Baltic Dry Index	1,411.00	6.0	0.4	7.9	5.9	72.1	14.6	53.0	46.8
	Dollar Index	93.29	(0.4)	(0.4)	(0.3)	2.1	(2.8)	(7.7)	(3.8)	(8.7)
	EUR	1.18	0.0	0.6	0.5	(1.2)	3.0	11.4	6.9	12.3
	JPY	112.45	(0.2)	(0.2)	(0.4)	(2.7)	1.4	(2.5)	(7.9)	4.1
	CNY	6.57	(0.1)	0.8	1.2	(0.7)	3.5	5.0	2.0	5.6
CDS	CNH	6.57	(0.0)	(0.7)	(1.5)	(0.4)	3.6	5.1	2.5	6.3
	ChinaGov CDS	59.60	0.4	0.7	(0.2)	2.4	(14.1)	(29.0)	(43.9)	(49.1)
	CDX Emerging Market	96.24	(0.0)	(0.0)	(0.1)	(0.5)	0.9	1.6	3.0	2.7

	Close	Net Chg	Chg (%)	Value						
				1W	1M	3M	6M	1Y	YTD	
US rates	3-Month Treasury Yield	1.07	0.0	1.0	1.1	1.0	1.0	0.8	0.3	0.5
	2-Year Treasury Yield	1.51	0.0	0.5	1.5	1.3	1.3	1.2	0.9	1.2
	5-Year Treasury Yield	1.96	0.0	0.2	1.9	1.7	1.9	1.8	1.3	1.9
	10-Year Treasury Yield	2.36	0.0	0.1	2.3	2.1	2.3	2.2	1.8	2.4
	2-10 Spread	84.43	(0.6)	(0.8)	84.6	80.8	97.1	103.4	89.5	125.0
China rates	O/N China Repo Rate	2.60	(0.4)	(13.3)	3.0	2.6	2.7	2.4	2.1	2.2
	1-Week China Repo Rate	3.30	(0.1)	(2.9)	3.4	3.4	2.8	2.3	2.1	2.6
	O/N SHIBOR	2.74	(0.0)	(0.1)	2.9	2.6	2.6	2.4	2.2	2.2
	1-Week SHIBOR	2.94	0.0	0.6	3.0	2.8	2.8	2.7	2.4	2.5

Source: Bloomberg

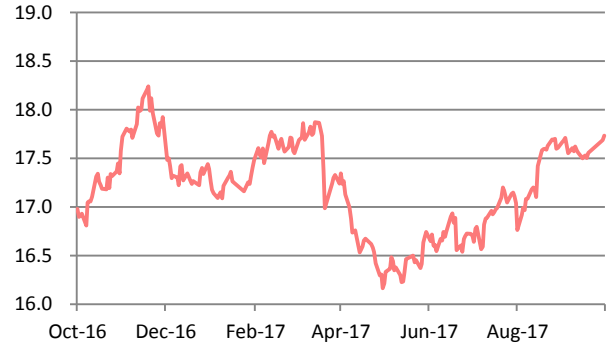
## VI. Key Indicators

**Hang Seng Index PE Ratio**



Source: Bloomberg

**Shanghai Composite Index PE Ratio**



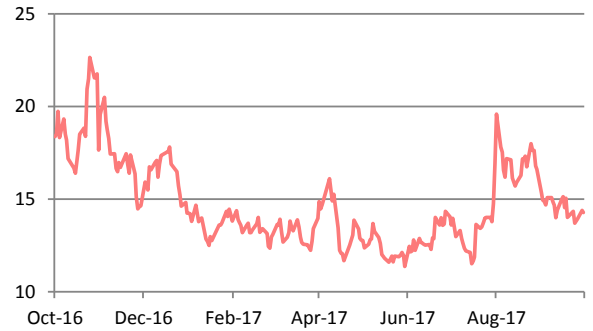
Source: Bloomberg

**China 5Y CDS Index\_USD**



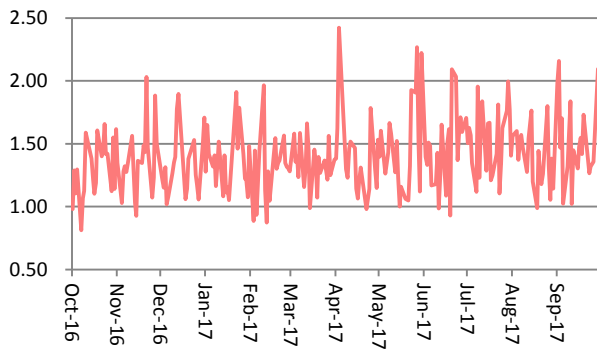
Source: Bloomberg

**Hang Seng Index VIX**



Source: Bloomberg

**Hang Seng Index Put Call Volume Ratio**



Source: Bloomberg

**USDCNH 1Y Forward**



Source: Bloomberg

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