

I. Major Economic Release

Upcoming Economic Release

Economic Indicator	Period	Market Survey	Prior Period
US: Durable Goods Orders MoM	Oct	0.30%	2.00%
New Zealand: Net Migrations	Oct	N/A	5,190
S. Korea: Household Credit	3Q17	N/A	KR1388bn
Taiwan: Unemployment Rate	Oct	N/A	3.71%

Source: Bloomberg

II. Macro News

- **Federal Reserve hints at US interest rate increase in December as inflation debate persists.** Federal Reserve officials meeting earlier this month saw an interest-rate increase in the near term even as tepid inflation drove divisions over the policy path and as financial stability concerns cropped up. [SCMP]
- **UK national debt balloons to 87.2pc of GDP at £1.79tn.** UK's public sector net debt (excluding public sector banks) was £1.79tn at end of Oct-17, the Office for National Statistics said. This was equivalent to 87.2 percent of gross domestic product, an increase of £147.8 billion, or 4.5 percentage points as a ratio of GDP on October 2016. [The Standard]
- **Trade surges between Inner Mongolia, Belt and Road countries.** Trade between North China's Inner Mongolia autonomous region and countries and regions involved in the Belt and Road Initiative saw huge increase in the first three quarters, official data showed. [SCMP]

III. Industry News

- **Money from mainland pushes HSI above 30,000.** Hong Kong stocks surged to within a whisper of an all-time record yesterday, propelled to their highest level in a decade by money pouring in from mainland investors and by the strength of technology giants including Tencent Holdings. [SCMP]
- **Brexit making the UK more attractive to Chinese investors.** Dozens of Chinese companies believe the United Kingdom's impending departure from the EU will lead to more investment opportunities, according to a new survey. The majority of Chinese respondents said they were more likely to make future investments in the UK because of Brexit. [SCMP]
- **Chinese SOEs maintain rapid profit growth.** SOEs continued to see rapid profit growth in the first 10 months of the year as the economy held steady, official data showed. Combined SOE profits rose 24.6 percent year-on-year to 2.39 trillion yuan (\$360 billion) for the January-October period, the Ministry of Finance said on its website. [China Daily]

IV. Corporate News

- **CGN vows support for UK project.** China General Nuclear Power Corporation has confirmed its investment in the United Kingdom's nuclear industry as Britain's regulator began the second stage of the process to assess China's third-generation nuclear power technology. [China Daily]
- **Ping An to list tech, internet units.** Ping An Insurance Group Co of China Ltd is planning to spin off and list its technology and internet units separately and set up more financial services platforms as part of a strategic transformation plan, the company said. [China Daily]

- **Tencent bumps Facebook from top 5.** Dubbed the "anchor" of the benchmark Hang Seng Index, Tencent knocked Facebook off the pedestal to become the fifth-largest company around the world in terms of market value on Tuesday. This came after the Shenzhen-based company beat its rival Alibaba Group to break through the \$500bnn market capitalization barrier on Monday. [China Daily]
- **Recast to make BYD 'pioneer of new energy solution'.** BYD Co Ltd will restructure its businesses to increase competitiveness amid growing competition from rivals. Through the effort, it aims to bring its sales revenue to 1 trillion yuan (\$150.8 billion) by 2025, BYD Chairman and President Wang Chuanfu announced. [China Daily]
- **HSBC Fined a Record \$51 Million Over Lehman-Linked Products.** HSBC Holdings Plc's private-banking unit was fined a record HK\$400 million (\$51 million) over sales of structured products linked to Lehman Brothers Holdings Inc. in Hong Kong. [Bloomberg]
- **Kingsoft Jumps to Two-Year High as 3Q Net Beats Highest Estimate.** Kingsoft Corp. surges as much as 10.9% in Hong Kong to highest intraday level since July 2015, after 3Q net income beats highest analyst estimate. Margins at three business segments expected to improve in 2018. [Bloomberg]
- **Zijin Mining Congo Project Completes First Blast.** Zijin Mining announced that The Kamoa-Kakula Copper Project in the Democratic Republic of the Congo, which is a joint investment between the company, Ivanhoe Mines Ltd. of Canada and the government of the DRC, recently announced the progress of the project. [AASocks]
- **China Southern Airlines Appoints CFO.** China Southern Airlines announced that the board of directors passed the resolution of appointing Xiao Li Xin as the executive vice president, chief accountant and chief financial officer of the company. [AASocks]
- **China Southern Airlines Non-public H-share Issue Accepted by CSRC.** China Southern Airlines announced in relation to the proposed issue of not more than 1.8bn new A shares to not more than 10 specific investors; and the proposed issue of not more than about 601mn new H shares to Nan Lung. On 21 Nov-17, it received acceptance notice issued by the CSRC. [AASocks]
- **Nissin Foods Said to Conduct IPO Next Week, Raising US\$200mn.** Market sources said instant noodles manufacturer Nissin Foods will start IPO next week and has introduced cornerstone investors with an expected valuation of \$5.3bn. The company is expected to conduct roadshow early next week and to be listed in mid-December, raising about US\$200mn. [AASocks]
- **China State Construction Issues US\$800M Total of Guaranteed Notes.** China State Construction announced in relation to the proposed issue of US\$ denominated notes by the issuer to be guaranteed by the company. The company and the issuer entered into the subscription agreement with Bank of America Merrill Lynch, BOC (HK), CCB Int'l and Credit Suisse. [AASocks]
- **Skyworthdigital Hopes to Raise Profit Margin.** The profit margin of Skyworthdigital narrowed by 4.8 ppts yearly to 15.8% in the first half of the year. Maggie Mak, General Manager for Investor Relations, at the tele-conference, said that the company is targeting at raising profit margin and sales is not the prime consideration. [AASocks]
- **Weichai Power Plans to Partner with Bosch for Developing Fuel Cell Technology Industry Chain.** Weichai Power said it has signed a Cooperation Framework Agreement with Robert Bosch GmbH (Bosch) on 21,Nov17 to create a world-class fuel cell technology industry chain and cooperation in the area of intelligent manufacturing in the future. [AASocks]
- **LeEco pressed for debt payment to Sunac.** Sunac China, backed by billionaire property magnate Sun Hongbin, has extended a total of 1.79bn yuan (HK\$2.11bn) to LeEco. The stock exchange has asked LeEco to reveal to investors the risks if the loans are not paid. [The Standard]
- **New shine seen by Chow Tai Fook.** Chow Tai Fook Jewellery Group reported a 46% profit rise in first half of the financial year and said it aims to continue expanding in the mainland in the second. Basic earnings per share came to 17.8 HK cents compared to 12.2 HK cents in the previous year. An interim dividend of 12 HK cents was declared. [The Standard]

V. Overnight Market Recap

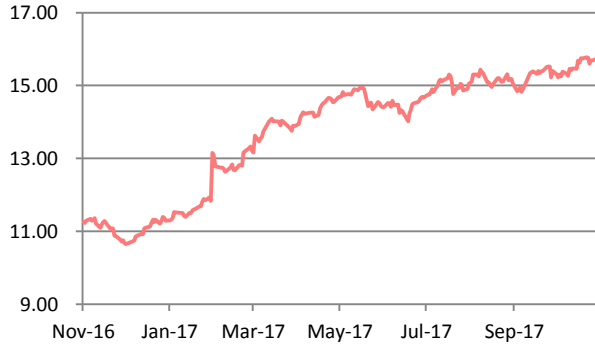
	Close	Net Chg	Chg (%)	Performance (%)						
				1W	1M	3M	6M	1Y	YTD	
US Equity	S&P 500	2,597	(2.0)	(0.1)	1.3	0.8	5.9	8.5	17.9	16.0
	Dow Jones	23,526	(64.7)	(0.3)	1.1	0.8	7.4	12.6	23.7	19.0
	Nasdaq Composite	6,867	4.9	0.1	2.4	3.6	9.0	12.0	27.5	27.6
	Russell 2000	1,517	(2.1)	(0.1)	3.6	0.5	10.6	10.1	13.7	11.8
	VIX Index	9.88	0.2	1.5	(24.8)	(0.9)	(13.0)	(9.6)	(20.4)	(29.6)
Europe Equity	Euro Stoxx 50	3,563	(16.7)	(0.5)	0.5	(1.2)	3.1	(0.4)	17.0	8.3
	DAX	13,015	(152.5)	(1.2)	0.3	0.2	6.4	3.1	21.5	13.4
	CAC	5,353	(13.4)	(0.2)	1.0	(0.4)	4.3	0.6	17.7	10.1
	FTSE 100	7,419	7.7	0.1	0.6	(1.4)	0.5	(1.0)	8.8	3.9
APAC Equity	HSI	30,003	185.4	0.6	4.0	6.0	9.5	18.1	32.3	36.4
	HSCEI	11,959	84.3	0.7	4.8	4.1	9.2	15.0	23.7	27.3
	HSI VIX	15.08	1.1	7.6	(0.9)	4.9	(6.6)	19.5	(8.5)	(10.7)
	CSI 300	4,228	9.9	0.2	3.8	7.5	12.6	23.5	21.7	27.7
	SH Composite	3,430	20.0	0.6	0.8	1.5	4.3	12.0	5.8	10.5
	SZ Composite	1,982	(5.2)	(0.3)	(1.2)	(1.5)	4.2	10.8	(6.9)	0.7
	Nikkei 225	22,523	106.7	0.5	2.3	3.8	15.9	14.8	24.0	17.8
KOSPI	2,541	9.8	0.4	0.9	2.0	7.4	9.9	27.8	25.4	
Commodities (USD)	Brent (Future)	62.57	0.7	1.1	2.3	9.6	22.0	17.5	28.8	11.4
	WTI (Future)	58.02	1.2	2.1	4.9	12.7	21.8	14.4	20.8	8.0
	Gold	1,292	11.5	0.9	1.1	0.7	0.1	3.2	8.7	12.6
	Copper (Future)	6,909	81.0	1.2	2.2	(0.6)	4.9	21.6	24.3	24.8
	Baltic Dry Index	1,396.00	11.0	0.8	1.6	(11.5)	11.8	46.3	13.3	45.3
FX	Dollar Index	93.95	(0.7)	(0.7)	(0.6)	(0.5)	(0.3)	(3.8)	(7.7)	(8.8)
	EUR	1.18	0.0	0.7	0.3	0.6	0.1	5.7	12.0	12.4
	JPY	111.22	(1.2)	(1.1)	(1.5)	1.9	(2.0)	0.5	1.1	5.1
	CNY	6.61	(0.0)	0.3	0.2	0.4	0.8	4.2	4.2	5.1
CDS	CNH	6.60	(0.0)	(0.5)	(0.5)	0.6	0.9	4.2	5.4	5.7
	ChinaGov CDS	59.17	(0.6)	(1.1)	(5.5)	13.3	(6.8)	(24.0)	(50.4)	(49.4)
	CDX Emerging Market	96.21	0.1	0.1	0.5	(0.3)	0.2	0.6	4.3	2.7

	Close	Net Chg	Chg (%)	Value						
				1W	1M	3M	6M	1Y	YTD	
US rates	3-Month Treasury Yield	1.28	0.0	1.0	1.3	1.1	1.0	0.9	0.5	0.5
	2-Year Treasury Yield	1.73	(0.0)	(2.5)	1.7	1.6	1.3	1.3	1.1	1.2
	5-Year Treasury Yield	2.04	(0.1)	(2.7)	2.1	2.0	1.8	1.8	1.8	1.9
	10-Year Treasury Yield	2.32	(0.0)	(1.6)	2.4	2.4	2.2	2.3	2.3	2.4
	2-10 Spread	58.79	0.6	0.9	66.3	83.4	86.0	95.8	122.3	125.0
China rates	O/N China Repo Rate	3.00	(0.1)	(3.2)	2.8	2.5	2.5	2.6	2.2	2.2
	1-Week China Repo Rate	3.44	-	-	2.9	3.4	3.4	2.6	2.5	2.6
	O/N SHIBOR	2.81	0.0	0.0	2.8	2.6	2.8	2.6	2.3	2.2
	1-Week SHIBOR	2.87	0.0	0.2	2.9	2.8	2.9	2.8	2.5	2.5

Source: Bloomberg

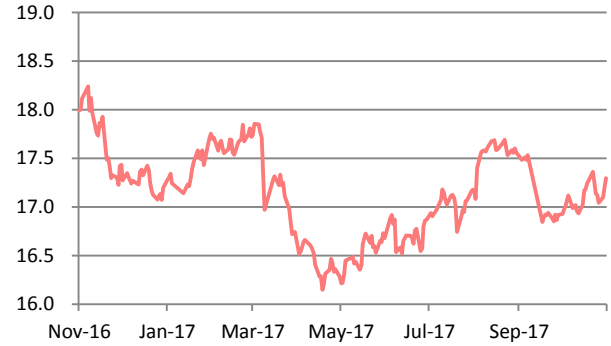
VI. Key Indicators

Hang Seng Index PE Ratio



Source: Bloomberg

Shanghai Composite Index PE Ratio



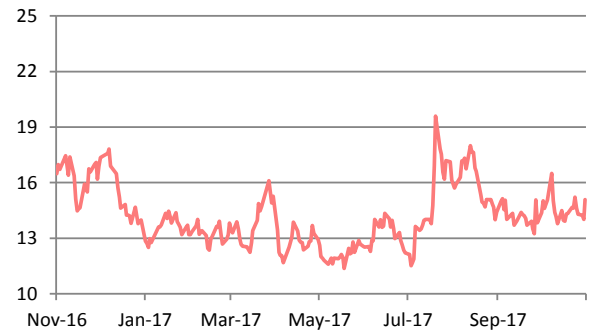
Source: Bloomberg

China 5Y CDS Index_USD



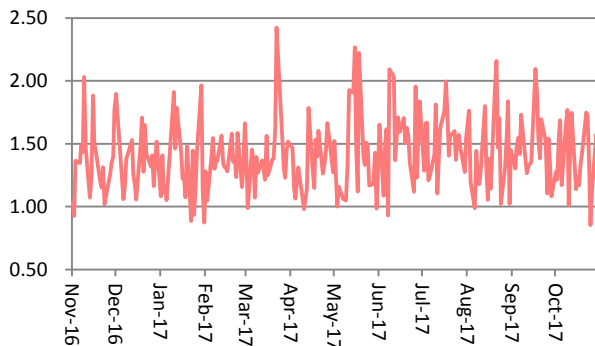
Source: Bloomberg

Hang Seng Index VIX



Source: Bloomberg

Hang Seng Index Put Call Volume Ratio



Source: Bloomberg

USDCNH 1Y Forward



Source: Bloomberg

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