

PARFINews

DEDICATED TO WEALTH MANAGEMENT

“Seeking tweaking...”

Main News

- **Risk assets were off to a strong start to the week**, with Chinese economic data and prospects for U.S. stimulus fueling the optimism. U.S. equity futures rallied with Asian shares and the won. FTSE 100 futures bucked the rising trend as the pound climbed. The Kiwi rose after Jacinda Ardern’s emphatic election victory. Oil fell ahead of an OPEC+ meeting. Treasuries dropped. Gold advanced with most metals.
- **New restrictions being rolled out across the euro area** will add uncertainty for companies and families, Christine Lagarde warned. The ECB president said the lopsided impact the pandemic has on services is particularly worrying as the sector accounts for 75% of jobs in the bloc; that may slow the recovery and worsen inequality. A cadre of other ECB officials said ample stimulus needs to be kept. Ireland’s Gabriel Makhlouf said he sees no reason at the moment to add to it, though.
- **Nancy Pelosi set a Tuesday deadline to agree** on a stimulus plan that can be passed before the Nov. 3 election, but differences remain. "Are we going with it, or not? And what is the language?" she told ABC. Dems are pushing a \$2.2 trillion package, while Mitch McConnell said the Senate will vote on a narrower \$500 billion bill starting tomorrow. Donald Trump said he wants a deal bigger than Pelosi’s — his administration previously proposed \$1.8 trillion.
- **Chinese GDP grew 4.9%** in the third quarter, missing forecasts but accelerating from 3.2% in the previous period, while retail sales rose 3.3% last month, a much faster clip than expected. The economy expanded 0.7% in the year to date, meaning that Beijing regained all the ground it lost in the first half and signaling to the world a rebound is possible when the pandemic is brought under control. Industrial output also beat.
- **British officials are ready to water down Boris Johnson’s** lawbreaking Brexit legislation — a move that could revive failing trade talks with the EU, people familiar said. The bill begins its progress through the Lords today. Legislators there probably won’t reject the draft law entirely this week, but are likely to take out the most nettlesome parts in coming weeks. If there’s no progress by early November — the "real" deadline — sterling will drop 5%, RBC’s Adam Cole said.

Main Markets

	Close	WTD	YTD		Close	WTD	YTD
Equities							
S&P 500	3483.81	0.31%	7.83%	MSCI World	2440.14	0.04%	3.46%
DAX	12934.19	-1.04%	-2.38%	Eurostoxx 50	3265.77	-0.76%	-12.80%
Nikkei	23671.13	-0.94%	0.06%	HSCEI	9982.68	3.01%	-10.61%
S&P Bse Se	40324.06	-0.98%	-2.25%	Brazil Ibovespa	98309.10	0.58%	-14.99%
Commodities							
Gold Spot	1910.12	-1.63%	25.89%	WTI	40.68	-0.09%	-33.38%
Currencies							
EUR/USD	1.1729	-0.92%	4.60%	USD/CAD	1.32	0.51%	1.49%
EUR/CHF	1.0719	-0.40%	-1.26%	USD/CNY	6.70	0.04%	-3.80%
GBP/EUR	1.1074	-0.04%	-6.35%	USD/RUB	78.02	1.37%	25.94%
Swap Rate							
10Y US Rate	0.79	-6.96%	-57.53%	3M Libor	0.21838	-2.09%	-88.56%
10Y EU Rate	-0.297	-37.03%	-245.59%	3M Euribor	-0.51	-0.25%	-32.90%
Central Bank Rates							
Fed Funds	0.25	N/A	N/A	ECB Rate	0.00	N/A	N/A

Week Ahead

- **The final presidential debate** before the U.S. election takes place Thursday. Donald Trump and Joe Biden will be live from Nashville, Tennessee.
- **Steven Mnuchin is expected** to wind up his visit to the Middle East on Tuesday. It's the U.S. Treasury secretary's first trip since the pandemic. Mnuchin's itinerary tentatively included Israel, Bahrain and the UAE.
- Earnings: UBS, Netflix, Tesla, Intel - Milken Institute, IMF/World Bank Meetings - Rate Decisions in Turkey, Russia.

EARNINGS WHISPERS										Most Anticipated Earnings Releases									
for the week beginning										October 19, 2020									
Monday		Tuesday		Wednesday		Thursday		Friday		Monday		Tuesday		Wednesday		Thursday		Friday	
Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close	Before Open	After Close
HALLIBURTON	Logitech	P&G	NETFLIX	Abbott	TESLA	The Coca-Cola Company	intel	CLIFFS											
LENNOX INTERNATIONAL	IBM	AMERICAN AIRLINES GROUP	Snap Inc.	verizon	CHIPOTLE	at&t	Limelight	AMERICAN EXPRESS											
WELLS FARGO BANK	cadence	FIELD HOSPITAL	TEXAS INSTRUMENTS	ERICSSON	Lam RESEARCH	American Airlines Group	SAMUEL ADAMS	FIRST HORIZON											
WELLS FARGO BANK	TAGREES REALTY CORPORATION	PROLOGIS	Robot	WINNERBAGGI	XILINX	SOUTHWEST	eHealth	ABB											
WELLS FARGO BANK	P&G	Ligand	TERADYNE	ThermoFisher SCIENTIFIC	Whirlpool	TRACTOR SUPPLY CO	Capital One	Autoliv											
WELLS FARGO BANK	CROWN	Albertsons	Colix	Nasdaq	align	Quest Diagnostics	HOTEL												
WELLS FARGO BANK	Steel Dynamics, Inc.	synchrony	WD-40	Biogen	[CSX]	Quest Diagnostics	VERISIGN	OFGBancorp											
WELLS FARGO BANK	Graphic Packaging	GRAPHIC PACKAGING	NAVIENT	NEXERA ENERGY	EQUIFAX	www.merq.com/mtr	Amerts Bancorp	Barnes Group Inc.											
WELLS FARGO BANK	TRAVELERS	Interstate Brokers	CN	newers energy PARTNERS	NETGEAR	PulteGroup	SVB Financial Group	ITW											
WELLS FARGO BANK	HEXCEL	Management Group		Flagstar Bank	DISCOVER	Check Point	VICOR	GENTEX											

Quote of the week

« Storms make the oak grow deeper roots. »
George Herbert

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