

## 12 out of 10, 10 out of 12

### Macro headlines

Time flies – 2025 has already booked 10 out of 12 months on the ledger. October is set to close with a dramatic flourish on the geopolitical stage. President Trump and President Xi met in Busan, their first face to face since 2019, striking a deal to trim tariffs in exchange for Chinese pledges: cracking down on fentanyl flows, resuming soybean purchases, and pausing rare earth export controls for a year. Washington agreed to suspend new restrictions on Chinese firms' access to US technology, while Beijing approved a US controlled ownership structure for TikTok. Trump hailed the meeting a "12 out of 10," – while a grade inflation, it also underscored the summit's symbolic weight. Meanwhile, Russia warned it would resume nuclear testing if the US did, following President Putin's announcement of trials of nuclear capable systems. Central banks held steady: the BoJ kept rates at 0.5%, while the ECB left policy rate unchanged at 2%, citing stable growth and subdued inflation. Eurozone GDP grew 0.2% in Q3, with France and Spain offsetting German weakness. German inflation eased to 2.3% in October, hinting at a reversal in recent price pressures. On the corporate front, Apple beat earnings but flagged China weakness, while Amazon surged past expectations, boosted by AI linked gains. As October ends, the mix of détente, deterrence, and data leaves markets bracing for November's next act.

### Market performances

Markets stumbled on Thursday registering their sharpest daily drop in three weeks. Fed Chair Powell's warning that Wednesday's 25bp cut may be the last of 2025 dampened hopes for December easing, sending Treasury yields higher and equities lower. US 10 year yields rose to 4.10%, while 2 year yields hit 3.61%. The Dow fell 110 points (0.23%) to 47,522, the S&P 500 dropped 68 points (0.99%) to 6,822, and the Nasdaq slid 377 points (1.57%) to 23,581. Losses were led by megacaps: Meta plunged 11.3% after forecasting higher capital costs and planning a USD25bn bond sale, while Microsoft fell 2.9% on spending concerns. Alphabet bucked the trend, rising 2.5% on strong AI driven earnings, but its gains were overshadowed. After hours, Amazon surged more than 10% on a robust quarter, while Apple's share rose 2.4%. Globally, MSCI's index fell 0.9%, its steepest drop since October 10, while Europe's STOXX 600 slipped 0.1%. Gulf markets mostly rose on the US–China trade détente, though Saudi stocks lagged. In currencies, the dollar index climbed to 99.5, the euro slipped to 1.157, sterling to 1.315, and the yen weakened to 154 after the BoJ's hold. Oil edged higher, WTI at USD60.67/bbl and Brent at USD65.00/bbl.

### What's next

The calendar turns from October's close into a packed Halloween weekend and early November agenda. Sunday brings the OPEC+ monthly meeting, where supply signals will be closely parsed, alongside the end of US Daylight Saving Time. Key data releases loom: China's October PMIs, Eurozone flash inflation, France and Italy's HICP, Canada's GDP, and US personal income and outlays. Japan reports labor force and industrial production data, while the UK publishes GDP revisions and house price indices. Central bankers' speeches remain in focus, with the ECB and BoJ decisions now digested and the Fed's December path uncertain. Corporate earnings continue at pace: Chevron, ExxonMobil, Colgate Palmolive, T Rowe Price, and many others will report, providing a cross sector view of global demand. In Bahrain, The International Institute for Strategic Studies' Manama Dialogue convenes policymakers to debate Middle East security challenges. With October's last couple of days seeing Powell's caution, Meta's stumble, and Trump–Xi's "12 out of 10" summit, November opens with a mix of opportunity and risk. Investors will weigh whether trade détente and resilient earnings can offset tightening financial conditions. As the clocks turn back in the US and the month of October fades, markets brace for November – a month with strong seasonality.

**Mohammed Al Hemeiri**

Senior Specialist

Tel: +971 (0)2 812 6450

[mohammed.alhemeiri@adcb.com](mailto:mohammed.alhemeiri@adcb.com)

**Kishore Muktinutalapati**

Head - Investment Strategy

Tel: +971 (0)2 812 6457

[kishore.muktinutalapati@adcb.com](mailto:kishore.muktinutalapati@adcb.com)

Visit [Investment Strategy Webpage](#) to read our other reports

Awarded Best Private Bank UAE & Middle East | Best for HNW Clients UAE & Middle East | Best for Investment Research UAE & Middle East – Euromoney 2025

# Daily Market View

Investment Strategy | October 31, 2025

## Global markets' performance snapshot

Performance snapshot*				
Rates	Latest	1D (bp)	3M (bp)	YTD (bp)
SOFR	4.27	0.00	11.00	-5.00
UAE Eibor 3m	3.71	-7.53	-25.22	-59.79
UAE Eibor 12m	3.71	4.79	-10.48	-40.89
US 3m Bills	3.84	-3.91	-11.28	-50.22
US 10yr Treasury	4.10	2.13	-7.85	-27.30
German 10yr Bund	2.64	2.20	-10.30	-6.30
UK 10yr Gilt	4.42	3.20	-32.20	-17.90
Fixed Income		1D (%)	1M (%)	3M(%)
Global Agg. Index	499	-0.50	0.33	1.79
Global Treasuries	208	-0.58	0.10	1.09
Global Corporate	302	-0.48	0.53	2.66
EM USD Sovereign	454	-0.19	2.45	5.35
EM LCY Sovereign	160	-0.32	0.61	1.35
Global High Yield	1,835	-0.31	0.72	2.96
Currencies				
Dollar Index	99.53	0.31	1.40	-0.29
EUR USD	1.1565	-0.31	-1.18	1.40
GBP USD	1.3151	-0.33	-1.87	-0.65
USD JPY	154.13	0.92	3.10	3.09
Equities				
S&P 500	6,822	-0.99	2.69	7.22
Dow Jones	47,522	-0.23	2.76	6.88
NASDAQ	23,581	-1.57	4.88	11.60
STOXX 600	575	-0.10	3.66	4.47
DAX	24,119	-0.02	1.60	-0.59
Nikkei 225	51,326	0.04	13.16	26.25
FTSE 100	9,760	0.04	5.12	6.82
SENSEX	84,404	-0.70	4.95	3.59
Hang Seng	26,283	-0.24	0.59	4.39
MSCI World	4,381	-0.98	2.46	6.98
MSCI EM	1,412	-0.33	6.49	12.71
Regional Equities				
ADX	10,212	0.48	2.12	-1.36
DFM	6,105	0.26	4.26	-1.67
Tadawul*	11,656	-0.82	0.44	6.95
DSM*	10,957	0.26	0.63	-2.98
MSM30*	5,610	0.68	8.21	11.98
BHSE*	2,063	0.73	4.92	6.53
KWSE*	9,032	0.64	2.73	4.53
Commodities				
BBG Commodity Index	106.8	0.13	1.63	3.46
Brent USD/bbl	65.0	0.12	-7.31	-11.25
WTI USD/bbl	60.6	0.15	-7.84	-13.47
Gold USD/t oz	4,024.5	2.40	7.04	22.88
Silver USD/t oz	48.9	2.89	6.18	31.77
Platinum USD/t oz	1,606.6	0.73	1.64	22.35
Aluminum	2,858.9	-0.90	7.55	9.97
Copper USD/MT	10,949.0	-1.07	8.13	12.88
Digital Assets				
Bitcoin	107,508.7	-3.54	-1.69	-8.22
Ether	3,756.9	-4.94	-6.39	-0.34
Solana	182.2	-6.85	-8.95	3.45
XRP	2.4	-6.34	-12.72	-21.53
Volatility				
VIX	16.91	-0.06	10.60	9.24
MOVE	66.88	1.72	-10.08	-18.32

Source: Bloomberg, and ADCB Asset Management | Notes: \*Data as at 8AM UAE time - October 31, 2025 unless stated otherwise. Performance in local currency.

## Disclaimer

ADCB Asset Management Limited ("AAML"), is a member of ADCB Group, licensed by Financial Services Regulatory Authority in Abu Dhabi Global Markets under financial services permission number 170036.

This publication is intended for general information purposes only. It should not be construed as an offer, recommendation or solicitation to purchase or dispose of any securities or to enter in any transaction or adopt any hedging, trading or investment strategy. Neither this publication nor anything contained herein shall form the basis of any contract or commitment whatsoever. Distribution of this publication does not oblige ADCB Group to enter into any transaction.

The content of this publication should not be considered as legal, regulatory, credit, tax or accounting advice. Anyone proposing to rely on or use the information contained in the publication should independently verify and check the accuracy, completeness, reliability and suitability of the information and should obtain independent and specific advice from appropriate professionals or experts regarding information contained in this publication. Investment products are not available to US persons.

Information and opinions contained herein is are based on various sources, including but not limited to public information, annual reports and statistical data that AAML considers accurate and reliable. However, AAML makes no representation or warranty as to the accuracy or completeness of any statement made in or in connection with this publication and accepts no responsibility whatsoever for any loss or damage caused by any act or omission taken as a result of the information contained in this publication. This publication is intended for customers who are either retail or professional investors.

Charts, graphs and related data or information provided in this publication are intended to serve for illustrative purposes only. The information contained in this publication is prepared as of a particular date and time and will not reflect subsequent changes in the market or changes in any other factors relevant to their determination. All statements as to future matters are not guaranteed to be accurate. AAML expressly disclaims any obligation to update or revise any forward looking statement to reflect new information, events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

ADCB Group does and may at any time solicit or provide commercial banking, investment banking, credit, advisory or other services to the companies covered in its publications. As a result, recipients of this publication should be aware that any or all of foregoing services may at time give rise to a conflict of interest that could affect the objectivity of this publication. Opinions expressed herein may differ from opinions expressed by other businesses or affiliates of ADCB Group.

Past performance does not guarantee future results. Investment products are not bank deposits and are not guaranteed by ADCB Group. They are subject to investment risk, including possible of loss of principal amount invested. This publication may not be reproduced or circulated without ADCB Group written authority. The manner of circulation and distribution may be restricted by law or regulation in certain jurisdictions. Persons who come into possession of this document are required to inform themselves of, and to observe such restrictions. Any unauthorized use, duplication, or disclosure of this document is prohibited by law and may result in prosecution.