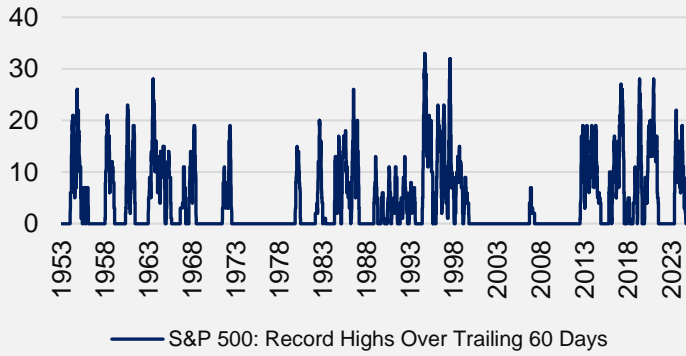


Equity pullback enters a second day

- ▶ US New Home sales unexpected jumped in August.
- ▶ German IFO climate index fell unexpectedly in September.
- ▶ Oil prices rose while gold and copper prices declined.

Chart of the day: S&P 500 hits 25 records in 3 months



Source: Bloomberg, and ADCB Asset Management

Macroeconomic news

- ▶ US New home sales jumped 20.5% to a seasonally adjusted annualized rate of 800K units in August. The sales pace for July was revised higher to a rate of 664K units from the previously reported pace of 652K units.
- ▶ German IFO Business Climate index fell to 87.7 from 88.9, with weaker expectations and softer current conditions, as manufacturing and services sentiment declined amid weak demand and tight financial conditions.

Rates and Fixed Income

- ▶ 10Y UST yields rose on Wednesday.
- ▶ Fixed income indices were mixed on Wednesday. EM USD Sovereign rose while Global High Yield ended flat.

Currencies

- ▶ The USD index rose on hawkish Fed and US economic strength.
- ▶ The EUR, the GBP, and the JPY all fell versus the USD.

Equities

- ▶ US equities declined for the second consecutive session on Wednesday. The Dow Jones Industrial Average dropped 0.37%, the S&P 500 decreased by 0.28%, and the Nasdaq Composite fell 0.33%.
- ▶ GCC equity markets ended mixed on Wednesday. Tadawul outperformed the most and witnessed its biggest single-day rally in five years, jumping over 5% on news of easing foreign ownership limits in the Kingdom.

Commodities

- ▶ Oil prices reached a seven-week peak and settled over 2% higher, attributed to an unexpected decline in inventories and ongoing supply disruptions involving Iraq, Venezuela, and Russia.
- ▶ Gold prices decreased as investors considered comments from Federal Reserve Chair Powell regarding possible future US interest rate cuts.

Key events in the day ahead

- ▶ GfK German Consumer Climate (Oct).
- ▶ US Continuing Jobless Claims and Initial Jobless Claims.
- ▶ US Durable Goods Orders (Aug) and Core PCE Prices (Q2).
- ▶ US Existing Home Sales (Aug) and GDP (Q2, final).
- ▶ Tokyo CPI (Sep).

Performance snapshot*

Rates	Latest	1D (bp)	1M(bp)	3M(bp)
SOFR	4.12	0.00	-20.00	-18.00
UAE Eibor 3m	4.04	7.54	-11.62	-13.13
UAE Eibor 12m	3.81	0.68	-39.61	-53.03
US 3m Bills	3.95	2.80	-27.84	-30.79
US 10yr Treasury	4.15	4.05	-18.11	-14.79
German 10yr Bund	2.75	-0.10	-0.90	20.50
UK 10yr Gilt	4.67	-1.10	-6.00	19.60
Fixed Income		1D (%)	1M (%)	3M(%)
Global Agg. Index	499	-0.32	1.28	0.97
Global Treasuries	209	-0.35	1.00	0.06
Global Corporate	301	-0.31	1.66	2.44
EM USD Sovereign	446	0.34	2.21	4.91
EM LCY Sovereign	160	-0.34	0.98	1.13
Global High Yield	1,829	0.03	1.80	3.75
Currencies				
Dollar Index	97.87	0.63	-0.76	0.02
EUR USD	1.1733	-0.61	1.05	0.94
GBP USD	1.3443	-0.58	0.18	-1.34
USD JPY	148.76	0.67	0.32	2.80
Equities				
S&P 500	6,638	-0.28	4.20	8.96
Dow Jones	46,121	-0.37	2.98	7.04
NASDAQ	22,498	-0.33	6.62	12.98
STOXX 600	554	-0.19	-0.93	2.38
DAX	23,667	0.23	-2.58	0.11
Nikkei 225	45,630	0.30	7.09	17.63
FTSE 100	9,250	0.29	-0.63	5.61
SENSEX	81,716	-0.47	-0.35	-0.41
Hang Seng	26,519	1.37	5.63	9.69
MSCI World	4,277	-0.38	3.52	8.07
MSCI EM	1,352	0.40	7.15	11.56
Regional Equities				
ADX	9,978	-1.30	-2.18	1.87
DFM	5,872	-1.46	-4.17	4.99
Tadawul*	11,426	5.06	6.82	4.21
DSM*	11,079	-0.86	-1.28	1.25
MSM30*	5,114	0.47	1.68	9.41
BHSE*	1,948	0.04	1.00	0.21
KWSE*	8,827	-0.65	3.85	2.61
Commodities				
BBG Commodity Index	104.0	0.30	2.97	1.51
Brent USD/bbl	69.3	2.48	2.42	3.23
WTI USD/bbl	65.0	2.49	2.31	0.96
Gold USD/t oz	3,735.8	-1.15	11.86	12.58
Silver USD/t oz	43.9	-0.24	15.13	22.27
Platinum USD/t oz	1,475.5	-0.13	8.68	11.75
Aluminum	2,651.1	0.52	2.57	2.80
Copper USD/MT	9,862.0	-0.38	2.61	-0.69
Digital Assets				
Bitcoin	113,571	1.39	1.02	7.00
Ether	4,167.6	-0.24	-1.74	70.08
Solana	212.3	-1.43	17.41	46.24
XRP	3.0	3.97	3.15	33.98
Volatility				
VIX	16.18	-2.76	-2.53	-7.44
MOVE	75.13	-0.70	-6.69	-18.88

Source: Bloomberg, and ADCB Asset Management

Notes: Data as at 8AM UAE time – September 25, 2025. Performance in local currency terms.

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