

Asian markets failed to find a footing in Wednesday trade and many fell again. Hong Kong and China markets were mixed with some stocks helped by commentary in a state-backed newspaper that called for extra stimulus to support growth. But elsewhere Seoul hit 17-month lows as the IMF growth downgrade sank in and North Korea exposed stocks fell on disappointing news on a new US-NK summit. South-East Asia was also weak although Jakarta rose for a third day running.

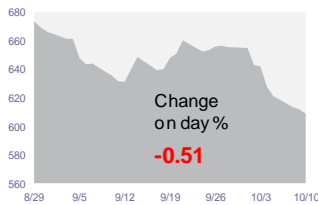
European shares fell sharply as worries over the abrupt increase in US bond yields weighed, while tech shares sank on indication of a slowdown in the semi sector. The tech sector fell 4.3% after VAT Group said it was cutting work hours after a fall in demand. Luxury Goods also sold off on indications the slowdown in China was affecting sales there. Italian Banks were an exception and flatlined on positive comments from the Economy Minister about the budget plans. UK shares also fell on a rise in sterling.

US markets suffered their worst day since February's sell off led by tech which sold off as investors abandoned risky assets after Treasury yields rose again. News from a handful of corporates that sanctions on Chinese goods were beginning to hit margins also weighed on sentiment. The Nasdaq suffered its largest daily drop in almost 2.5 years with tech losing the most in seven years. Energy stocks fell on lower oil prices, and consumer discretionary and industrial names were also notably weak.

US bond yields fell late in the day after holding their elevated level for most of it after traders finally bought bonds post the rout in equities. An auction of \$36bn in bonds was mixed with 10yrs outbid while 3yrs flatlined.

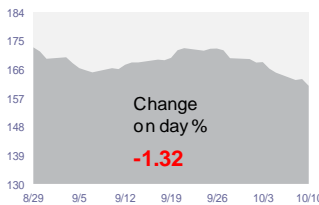
Oil prices fell more than 2% as the rise in bond yields and subsequent fall in equities hurt commodities. Investors chose to ignore Hurricane Michael that has closed some output in Texas and concentrated instead on the potential for a slowing global economy.

Asia (ex Japan) Equity



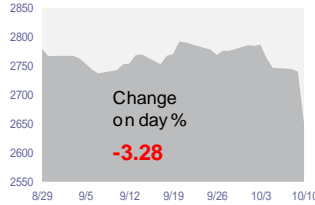
Data as of

Europe (ex UK) Equity

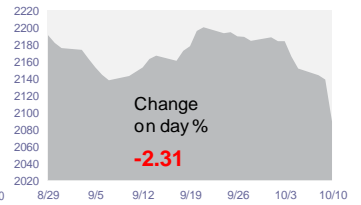


October 10, 2018

US Equity



World Equity



US Indexes	Last	% Chg	%YTD Chg
Dow Jones Industrial Average	25,598.74	-3.15	3.56
Nasdaq Composite	7,422.05	-4.08	7.51
S&P 500	2,785.68	-3.29	4.19
S&P 500 Volatility (Vix)	22.96	43.95	107.97
MSCI US	2,649.79	-3.28	4.13

Others	Last	% Chg	%YTD Chg
Bovespa (Brazil)	83,679.11	-2.80	9.52
Mexbol (Mexico)	48,136.18	-0.76	-2.47
MSCI Latin America	2,691.97	(2.25)	-4.82
MSCI Emerging Markets	985.67	(0.84)	-14.91

Europe Indexes	Last	% Chg	%YTD Chg
Euro Stoxx 50	3,266.90	-1.65	-6.77
FTSE 100 (UK)	7,145.74	-1.27	-7.05
DAX (Germany)	11,712.50	-2.21	-9.33
CAC-40 (France)	5,206.22	-2.11	-2.00
FTSE MIB Index (Italy)	19,719.04	-1.71	-9.77
Ibex35 (Spain)	9,162.90	-1.05	-8.77
MSCI Europe ex UK	160.95	-1.32	-5.70

Government Bonds -			
10 Yr Benchmark (Yield/bid)	Last	Net Chg	Net YTD Chg
US Generic Govt 10-year	3.16	-0.04	0.76
UK Govt 10-year Note Generic	1.73	0.01	0.54
German Govt Bonds 10-year	0.55	0.00	0.13
Italy Govt Bonds 10-year	3.51	0.03	1.49
Japan Govt Bonds 10-year	0.16	-0.01	0.09
Singapore Govt Bonds 10-year	2.64	-0.01	0.63

Asia Indexes	Last	% Chg	%YTD Chg
S&P/ASX (Australia)	6,049.81	0.15	4.39
NZX 50 Index (New Zealand)	9,050.82	-0.21	7.77
Hang Seng (Hong Kong)	26,193.07	0.08	-12.45
Hang Seng China Enterprise Index	10,442.71	0.21	-10.82
Jakarta Composite Index (Jakarta)	5,820.67	0.41	-8.42
KLCI (Malaysia)	1,735.18	-2.20	-3.43
KOSPI (Korea)	2,228.61	-1.12	-9.32
PSEI (Philippines)	7,001.14	-0.83	-18.20
BSE Sensex 30 (India)	34,760.89	1.35	2.07
SET (Thailand)	1,721.82	1.47	-1.82
Shanghai SE Composite (Shanghai)	2,725.84	0.18	-17.58
Shanghai Shenzhen CSI 300 Index (A-shares)	3,281.60	-0.22	-18.59
MSCI China Index (H-shares)^	72.69	-1.44	-18.65
Straits Times Index (Singapore)	3,131.48	-1.11	-7.98
Topix (Japan)	1,763.86	0.16	-1.13
Nikkei 225 (Tokyo)	23,506.04	0.16	4.94
Taiwan Taiex Index (Taiwan)	Holiday	Holiday	-1.65
Ho Chi Minh Stock Index	993.96	-0.22	0.99
MSCI Asia ex Japan	608.64	-0.51	-14.69

Bond Indexes	Last	% Chg	%YTD Chg
Citigroup World Govt Bond	Holiday	Holiday	-1.57
JP Morgan Asian Credit +	210.22	0.08	-2.09
JP Morgan EMBI Eurobonds +	646.15	-0.10	-4.85
Citigroup US HY Market	1,009.23	-0.37	1.59
JP Morgan Asian HY Corp +	279.89	0.03	-2.63

Interest rate	Last	Net Chg	Net YTD Chg
LIBOR USD 3-month #	Holiday	Holiday	0.73

Commodities +	Last	% Chg	%YTD Chg
Oil (Light Crude)	73.17	-2.39	20.27
Gold	1,189.30	0.18	-9.17

Currencies (Base Currency: 1 USD)	Last	% Chg	%YTD Chg
Euro	0.87	0.47	-3.67
Yen	113.20	-0.01	0.39
Pound	0.76	0.87	-2.13
AUD	1.41	0.53	-9.62
SGD	1.38	0.29	-3.41

World Index	Last	% Chg	%YTD Chg
MSCI World Index	2089.09	-2.31	-0.68

Source: Eastspring Investments (Singapore) Limited., MSCI from Bloomberg in USD terms. ^MSCI China Index (H-shares): HKD. All data extracted from Bloomberg are in local currency terms except those denoted by "+", which are in USD terms. % Chg and net change refers to the change compared to previous trading day. YTD stands for year to date. # Libor rates come from British Bankers Association. NA represents not available.

For more information contact: content@eastspring.com | T: +65 6349 9100

DISCLAIMER

This document is produced by Eastspring Investments (Singapore) Limited and issued in:

- **Singapore and Australia (for wholesale clients only)** by Eastspring Investments (Singapore) Limited (UEN: 199407631H), which is incorporated in Singapore, is exempt from the requirement to hold an Australian financial services licence and is licensed and regulated by the Monetary Authority of Singapore under Singapore laws which differ from Australian laws.
- **Hong Kong** by Eastspring Investments (Hong Kong) Limited and has not been reviewed by the Securities and Futures Commission of Hong Kong.
- **Indonesia** by PT Eastspring Investments Indonesia, an investment manager that is licensed, registered and supervised by the Indonesia Financial Services Authority (OJK).
- **Malaysia** by Eastspring Investments Berhad (531241-U).
- **United States of America (for institutional clients only)** by Eastspring Investments (Singapore) Limited (UEN: 199407631H), which is incorporated in Singapore and is registered with the U.S Securities and Exchange Commission as a registered investment adviser.
- **European Economic Area (for professional clients only) and Switzerland (for qualified investors only)** by Eastspring Investments (Luxembourg) S.A., 26, Boulevard Royal, 2449 Luxembourg, Grand-Duchy of Luxembourg, registered with the Registre de Commerce et des Sociétés (Luxembourg), Register No B 173737.
- **United Kingdom (for professional clients only)** by Eastspring Investments (Luxembourg) S.A. - UK Branch, 125 Old Broad Street, London EC2N 1AR.
- **Chile (for institutional clients only)** by Eastspring Investments (Singapore) Limited (UEN: 199407631H), which is incorporated in Singapore and is licensed and regulated by the Monetary Authority of Singapore under Singapore laws which differ from Chilean laws.

The afore-mentioned entities are hereinafter collectively referred to as **Eastspring Investments**.

The views and opinions contained herein may not necessarily represent views expressed or reflected in other Eastspring Investments' communications. This document is solely for information purposes and does not have any regard to the specific investment objective, financial situation and/or particular needs of any specific persons who may receive this document. This document is not intended as an offer, a solicitation of offer or a recommendation, to deal in shares of securities or any financial instruments. It may not be published, circulated, reproduced or distributed without the prior written consent of Eastspring Investments. Reliance upon information in this posting is at the sole discretion of the reader. Please consult your own professional adviser before investing.

Investment involves risk. Past performance and the predictions, projections, or forecasts on the economy, securities markets or the economic trends of the markets are not necessarily indicative of the future or likely performance of Eastspring Investments or any of the funds managed by Eastspring Investments.

Information herein is believed to be reliable at time of publication. Data from third party sources may have been used in the preparation of this material and Eastspring Investments has not independently verified, validated or audited such data. Where lawfully permitted, Eastspring Investments does not warrant its completeness or accuracy and is not responsible for error of facts or opinion nor shall be liable for damages arising out of any person's reliance upon this information. Any opinion or estimate contained in this document may subject to change without notice.

Eastspring Investments (excluding JV companies) companies are ultimately wholly-owned/indirect subsidiaries/associate of Prudential plc of the United Kingdom. Eastspring Investments companies (including JV's) and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America.

For more information contact: content@eastspring.com | T: +65 6349 9100