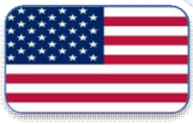
# Weekly Report

## Global Equities

### Rising Inflation Fears and Hawkish Fed Weigh Down U.S. Stocks



***Review:*** Hotter inflation and hawkish Fed signals hit sentiment. The Dow fell 1.31%, reflecting anxiety over prolonged high rates and valuation compression.

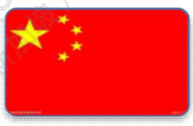
***Outlook:*** US-Israel strikes on Iran spiked oil prices and safe-haven demand. Markets are assessing energy inflation risks and supply shocks, likely intensifying equity volatility.

### Economic Resilience Supports Modest Gains Across Major European Indices

***Review:*** European markets outperformed, STOXX 600 up 0.57%. Easing inflation and strong earnings provided a buffer against global macro uncertainty.

***Outlook:*** Investors await ECB guidance on interest rate paths. Improved PMI data may support inflows, despite lingering energy price risks.

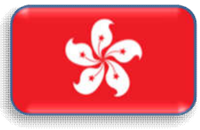
### Robust Policy Stimulus Expectations Fuel Strong Rally in A-Shares



***Review:*** SZSE Composite surged 3.10% on policy support. High trading volumes in semiconductor and AI sectors propelled the market rally.

***Outlook:*** NPC anticipation remains the primary catalyst. Should economic data confirm recovery, the market likely maintains its current upward momentum.

### Hang Seng Index Edges Higher Amid Positive Mainland Market Sentiment



***Review:*** HSI rose 0.82%, supported by tech valuation recovery and steady Southbound inflows. Support held firm above the 26,000 level.

***Outlook:*** Performance depends on U.S. yields and China’s policy. Attractive valuations may draw foreign capital if the dollar's strength stabilizes.

## Global Bonds

### Middle East Conflict Drives Safe-Haven Inflows Amid Volatility


***Review:*** The FTSE Global Bond Index rose 0.57% as US-Israel actions against Iran sparked a flight to quality, offsetting upward yield pressure from hawkish Fed signals.

***Outlook:*** Sovereign bonds face a tug-of-war between safe-haven bidding and energy-driven inflation. Continued escalation could suppress yields, though rising oil prices may limit price gains.

### Rising Risk Premiums Dampen Global Credit Performance


***Review:*** Bloomberg High Yield fell 0.15% as credit spreads widened due to turmoil. Risk-off sentiment weighed on emerging debt, exacerbated by a stronger dollar and capital outflows.

***Outlook:*** Credit markets will focus on default risks amidst high volatility. High-yield assets may face pressure as investors pivot to defensive sectors and monitor currency fluctuations.

# Weekly Report

## Commodities


### WTI Crude Oil

***Review:*** Geopolitical risk premiums returned after US-Israel actions against Iran. Supply fears pushed prices up 0.95% to $67.02, despite slowing demand.

***Outlook:*** Focus remains on potential Strait of Hormuz disruptions. Geopolitics will dominate volatility, providing a firm floor for prices despite inventory builds.

### Gold

***Review:*** Safe-haven demand sent gold surging 3.36% to $5,278.93. War concerns outweighed hawkish Fed signals, driving massive capital inflows into the metal.

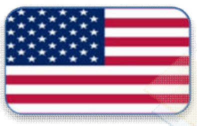
***Outlook:*** Pricing is heavily driven by geopolitics. While conflict escalation supports haven bidding, diplomatic breakthroughs could trigger profit-taking amidst high rates.


### Bloomberg commodity Spot index

***Review:*** The index rose 1.67%, led by energy and precious metals. Safe-haven premiums offset declines in industrial commodities hit by manufacturing weakness.

***Outlook:*** Performance will diverge: energy and havens remain supported by unrest, while metals depend on China's NPC stimulus. Volatility remains elevated globally.

## Currencies



### US Dollar Index

***Review:*** The DXY edged down 0.19% to 97.61. Despite a hawkish Fed, Middle East conflict triggered a flight to Treasuries, capping dollar gains as yields softened.

***Outlook:*** Focus remains on Payrolls and geopolitics. Conflict escalation could reinforce the dollar's safe-haven status, though investors remain wary of persistent inflation's impact.

### CNY/USD

***Review:*** The Yuan depreciated 0.62% to 6.8621. Geopolitical risks weighed on Asian markets, while investors awaited the specific magnitude of China's upcoming NPC policy measures.

***Outlook:*** The NPC will be the primary catalyst. Strong stimulus could bolster Yuan confidence, but sustained regional tensions may maintain pressure on capital outflows.

# Weekly Report

## Major market indexes

| Index Name | Price | Return (Weekly) | Return (Monthly) | Return (Annual) | Return (YTD) | Return (3Y) | Return (5Y) | Return (10Y) |
|---|---|---|---|---|---|---|---|---|
| Hang Seng Composite | 26,630.54 | 0.82 | -1.83 | 12.28 | 3.90 | 34.59 | -8.11 | 37.22 |
| Hang Seng China Enterprise | 8,859.49 | -1.12 | -4.17 | 1.43 | -0.61 | 34.61 | -21.23 | 9.81 |
| Shanghai Composite | 4,162.88 | 1.98 | 0.56 | 22.87 | 4.89 | 26.93 | 18.63 | 52.31 |
| Shenzen Composite | 2,763.59 | 3.10 | 1.67 | 32.12 | 9.19 | 29.01 | 20.49 | 64.35 |
| Dow Jones Industrial | 48,977.92 | -1.31 | -0.05 | 13.27 | 1.90 | 49.98 | 58.34 | 190.41 |
| S&P 500 | 6,878.88 | -0.44 | -1.43 | 17.36 | 0.49 | 73.26 | 80.49 | 247.71 |
| NASDAQ COMPOSITE | 22,668.21 | -0.95 | -4.82 | 22.24 | -2.47 | 97.88 | 71.83 | 383.37 |
| FTSE 100 | 10,910.55 | 2.09 | 6.88 | 24.60 | 9.86 | 38.52 | 68.28 | 77.32 |
| DAX | 25,284.26 | 0.09 | 1.57 | 12.12 | 3.24 | 64.56 | 83.40 | 160.20 |
| NIKKEI 225 | 58,850.27 | 3.56 | 10.34 | 53.83 | 16.91 | 114.43 | 103.17 | 265.86 |

Source: Bloomberg 2026/3/2

## Economic data

| Country | Event | Previous | Forecast | Actual | Expection |
|---|---|---|---|---|---|
| US | CB Consumer Confidence (Feb) | 89.00 | 87.40 | 91.20 | Above |
| Euro | CPI (YoY) (Jan) | 0.019 | 0.017 | 0.017 | On Par |
| US | Crude Oil Inventories | -9.014M | 1.800M | 15.989M | Above |
| US | Initial Jobless Claims | 208K | 217K | 212K | On Par |
| US | PPI (MoM) (Jan) | 0.004 | 0.003 | 0.005 | Above |
| US | Chicago PMI (Feb) | 54 | 52 | 57.7 | Above |

## Bond/Forex

| Bond Instrument | Price | Change(%) | Yield (%) |
|---|---|---|---|
| US Treasury Bond 30Y | 102.21 | 1.88 | 4.61 |
| US Treasury Note 10Y | 101.50 | 1.23 | 3.94 |
| US Treasury Note 5Y | 99.99 | 0.54 | 3.50 |
| US Treasury Note 2Y | 99.99 | 0.15 | 3.38 |
| US Treasury Bill 3M | 3.58 | -0.21 | 3.66 |
| China Govt Bond 10Y | 99.80 | 0.03 | 1.80 |
| Japan Govt Bond 10Y | 99.91 | 0.05 | 2.11 |
| German Bond 10Y | 101.81 | 0.86 | 2.69 |
| UK Gilt 10Y | 103.19 | 1.01 | 4.34 |

Source: Bloomberg 2026/3/2

| Currency | Price | Return (Weekly) | Return (Monthly) | Return (YTD) |
|---|---|---|---|---|
| USD/HKD | 7.8233 | 0.11 | 0.31 | 0.52 |
| HKD/CNH | 0.8771 | -0.63 | -1.34 | -2.14 |
| USD/CNH | 6.8625 | -0.51 | -1.03 | -1.62 |
| USD/JPY | 156.05 | 0.65 | 2.52 | -0.42 |
| USD/CAD | 1.364 | -0.30 | 0.47 | -0.61 |
| GBP/USD | 1.3482 | 0.01 | -2.65 | 0.05 |
| AUD/USD | 0.7118 | 0.52 | 1.53 | 6.67 |
| EUR/USD | 1.1812 | 0.24 | -1.90 | 0.56 |

Source: Bloomberg 2026/3/2

ps: The US 30-year Treasury bond is typically quoted in 32nds, while the 10-year Treasury note is generally quoted in 64ths for finer precision, though both are based on the standard fractional system.