CROSSINVEST

Wealth & Asset Management
Private Equity & Venture Capital
Family Office Services
Since 1985

CROSS WEEKLY

26 October 2026

Brief Weekly Overview

Major US stock indexes finished the week to 23 October mixed as renewed doubts over AI spending weighed on technology, with value beating growth for a third consecutive week. The Russell 2000 rose 2.00% and the Dow gained 0.41%, while the S&P 500 fell 0.47% and the Nasdaq Composite declined 0.71%.

The probability of the Federal Reserve holding rates at 3.75%–4.00% at its 28 October meeting is now around 93%. Initial jobless claims fell to 194,000, although continuing claims rose 25,000 to 1.728 million. Final October Michigan Consumer Sentiment came in at 48, while year-ahead inflation expectations rose to 4.7% and long-run expectations to 3.5%.

Housing weakened further, with the NAHB Housing Market Index falling to 29, its lowest since 2012, and September pending home sales dropping 7.3% MoM to a series low. The flash composite PMI eased to 57.6 from 58.4 but held near a five-year high.

Meta grew revenue 26% to U$64.6 billion but narrowed 2026 capex guidance to U$135–145 billion and posted negative free cash flow as third-quarter capital spending of U$34.9 billion exceeded operating cash flow, reviving financing concerns.

Tesla beat on earnings at U$0.48 per share, although operating income fell 56% as capex more than doubled to U$4.73 billion.

NAME	CURR	LAST PRICE	DAILY CHANGE	MTD	YTD
EQUITIES					
MSCI ACWI Index	USD	1118.97	-0.35%	-1.39%	10.28%
S&P 500 Index	USD	7623.68	-0.52%	-0.36%	11.37%
Dow Jones Industrial Average	USD	52215.16	-1.23%	2.57%	8.64%
Nasdaq Composite Index	USD	25955.34	-0.21%	-3.37%	11.67%
STXE 600 PR Index	EUR	635.77	-0.31%	0.14%	7.36%
FTSE 100 Index	GBP	10690.36	-0.32%	0.80%	7.64%
MSCI Asia Ex. Japan Index	USD	1032.83	0.25%	-8.74%	13.07%
Nikkei 225 Tokyo	JPY	62693.16	-0.34%	-6.08%	24.54%
Shanghai A Share Index	CNY	3869.39	0.88%	-3.95%	-7.02%
MSCI EM Index	USD	1578.04	0.15%	-7.44%	12.37%
FIXED INCOME					
US2YT Yield	-	4.6818	4.23bps	-20.52bps	120.88bps
US10YT Yield	-	4.9945	4.16bps	-29.04bps	82.76bps
Bunds 10Y Yield	-	3.3450	1.1bps	-24.1bps	49bps
BBG USD HY Corp	-	8.3900	2.01bps	4.01bps	186bps
FOREX					
Euro/US Dollar	USD	1.1202	-0.12%	-1.13%	-4.63%
US Dollar/Japanese Yen	JPY	156.8700	0.06%	-0.34%	0.10%
US Dollar/Singapore Dollar	SGD	1.2781	0.05%	0.07%	-0.57%
British Pound/US Dollar	USD	1.3374	-0.20%	0.82%	-0.75%
US Dollar/ Chinese Yuan	CNY	6.6703	-0.07%	-0.53%	-4.55%
Australian Dollar/ US Dollar	USD	0.7036	0.23%	1.28%	5.44%
US Dollar Index	-	101.8100	0.20%	0.35%	3.55%
GOLD / OIL					
Brent Crude	USD	116.72	3.14%	12.74%	91.82%
Gold Spot Price	USD	3996.10	-0.71%	-3.88%	-7.48%

CROSSINVEST

Wealth & Asset Management
Private Equity & Venture Capital
Family Office Services
Since 1985

CROSS WEEKLY

26 October 2026

EQUITIES

- US equity markets ended the week mixed as renewed doubts over the financing of AI investment weighed on technology shares. The small-cap Russell 2000 Index led the major indexes higher, advancing 2.00%, followed by the Dow Jones Industrial Average, which rose 0.41%. The S&P 500 Index fell 0.47% and the technology-heavy Nasdaq Composite declined 0.71%, with value outpacing growth for a third consecutive week. Stocks sold off sharply on Thursday as Meta's results and a 6.7% drop in the Philadelphia Semiconductor Index revived concerns over capital spending, while Brent crude settled near U$117 on Friday. Despite a flash composite PMI holding near a five-year high, investors largely chose to focus on the weaker housing data.

- The pan-European STOXX Europe 600 Index closed 1.39% lower as cost-of-living protests in France turned into riots, pushing the French 10-year yield above 5% and its spread over German bonds to the widest since 2012. Major stock indexes posted broadly negative returns. Germany's DAX fell 1.72%, while Italy's FTSE MIB dropped 2.60%. France's CAC 40 Index declined 2.19%. The UK's FTSE 100 Index finished 1.76% lower.

- Japan's stock markets fell sharply over the week, with the Nikkei 225 Index declining 4.03% and the broader TOPIX Index down 2.46%. Stocks faced pressure from doubts over the financing of AI investment, while the BoJ was reported to be leaning towards holding rates at its 29–30 October meeting. Core consumer inflation rose to 2.1% in September, the first reading above the BoJ's 2% target since December 2025.

FIXED INCOME

- US Treasuries generated positive returns as yields moved lower over the week, with the benchmark 10-year note yield dipping below 5% on Thursday for the first time in a month before settling near 4.99%. The move came as equity weakness and doubts over AI-related debt issuance drove a flight to quality.

FOREX

- The 10-year JGB yield fell to 2.78% from 2.94% the prior week, with demand at a 20-year auction reaching a record. The yen strengthened to around JPY 156.7 against the US dollar, from JPY 157.9 the previous week, although investors remain tilted towards a weaker yen with the BoJ reported to be leaning towards a hold and rate differentials still favouring the dollar.

MACRO

- The eurozone flash composite PMI fell to 51.9 from 53.1, below the 52.7 consensus, while household inflation expectations rose to 3.1%. UK unemployment unexpectedly fell to 4.7% and inflation rose to 3.5%, raising expectations of a Bank of England hike on 5 November, although consumer confidence dropped sharply to -24. Japan's exports grew 16.7% YoY, well short of the 21.3% consensus.

DIRECT EQUITIES

- Netflix cut its 2026 advertising revenue target to U$2.7 billion from around U$3 billion, citing slower integration of ad product features, and trimmed about 6% of its workforce. Shares fell nearly 6% despite third-quarter earnings of U$0.87 per share beating the U$0.82 consensus.

DISCLAIMER: The views, opinions, recommendations and comments presented should not be considered as an offer or solicitation to buy or sell any currency, product, and/or financial instrument. All investments are subject to market risks and there is no assurance or guarantee that the objectives of the Recommendations will be achieved. Crossinvest (Asia) Pte Ltd relies on a variety of data providers for economic and financial market information. Crossinvest (Asia) Pte Ltd disclaims any and all liability in the event any information, commentary, analysis, opinions, advice and/or recommendations prove to be inaccurate, incomplete or unreliable, or result in any investment or other losses.