



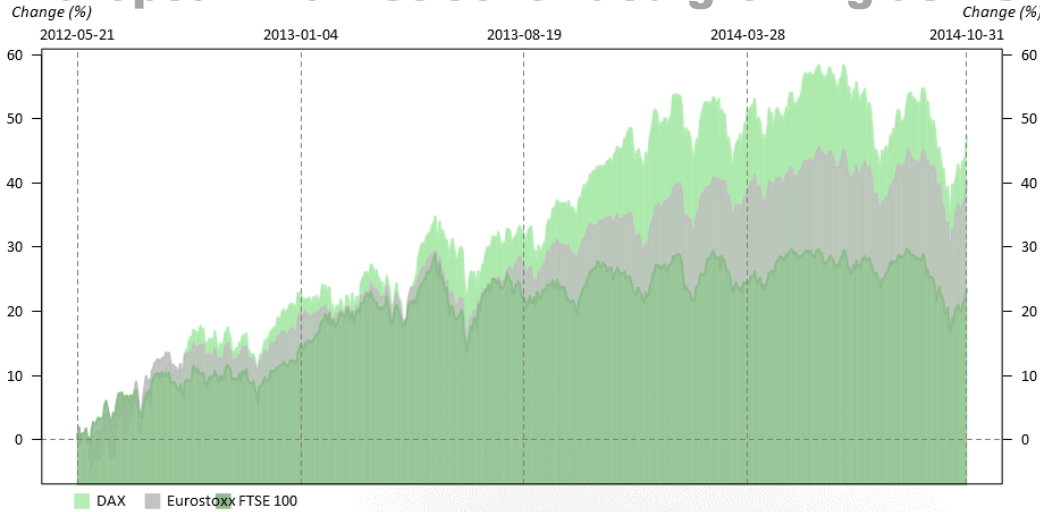
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Weekly Global Stock Market Review

European market continued growing as EU inflation picked up



Stock markets across Europe gained strong value during the previous trading week; however, they were mostly influenced by data from other regions. US Federal Reserve eventually ended its third asset purchases program in six years. On the other hand, the Bank of Japan added extra stimulus to the economy in order to heat up growth and inflation. Turning back to Europe, German inflation and retail sales slipped more than expected, pointing on expansion issues in the Eurozone's largest economy. French consumer spending dropped as well. Inflation in the single currency area, however, grew slightly to 0.4% in October.



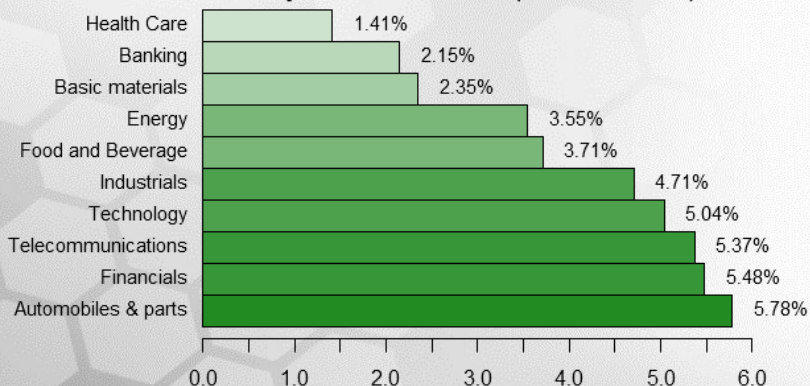
The main Eurostoxx 600 gauge surged 3.6% to 336.80 points at the end of the working week. The index erased nearly all losses that occurred during the past month, while quarterly growth went back into the green zone. All the sectors of the benchmark rose in weekly value, with automobiles and parts and financials increasing the most by 5.8% and 5.5%, respectively. Telecommunications followed with an advance of 5.4%. Portugal Telecom SGPS SA added 24% to 1.32 euro and led the bullish trend among European market players. The company is likely to be bought by cable holding firm Altice SA from its current owner, Brazil's Oi SA, for \$8.8 billion. Alcatel-Lucent jumped 21.1% to 2.44 euro per share, as the network-equipment company decreased its Q3 loss to 18 million euro, down from 200 million euro a year earlier.

Alongside, other European indexes improved, as German DAX grew 4.8% to 9,326.87 points, while British FTSE 100 went up 2.9% to close at 6,546.47 points on Friday.

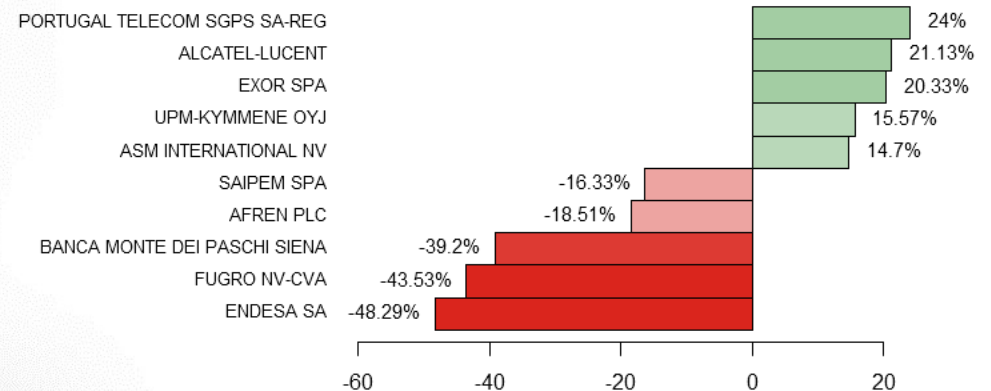
Price Changes (%)

	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Eurostoxx	3.6	-1.01	1.47	-0.28	4.99	4.48
DAX	4.77	-0.59	1.27	-2.13	3.51	3.24
FTSE 100	2.88	-0.17	-1.99	-4.04	-3.41	-2.75

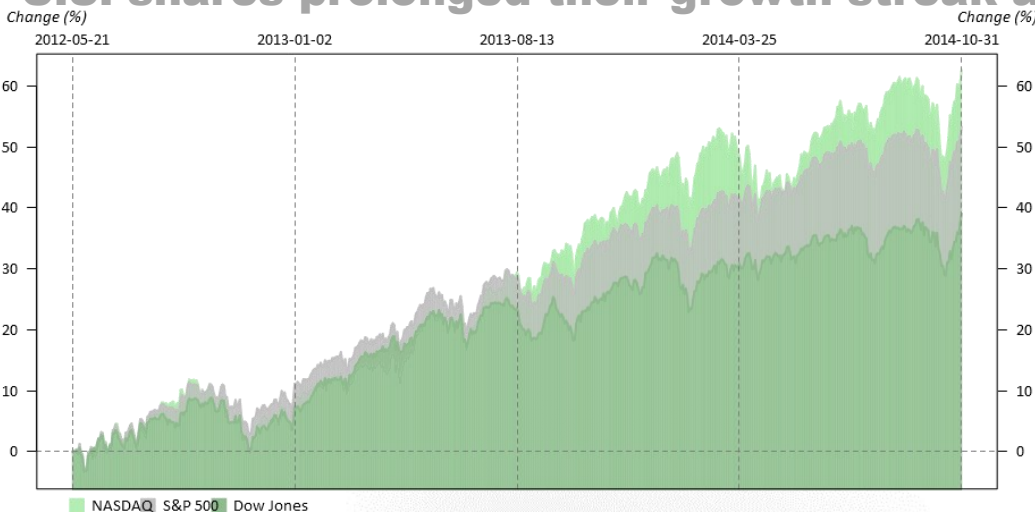
Industry Performance (STOXX600)



TOP performers (SXXP600)



U.S. shares prolonged their growth streak as Fed ends QE



American stock market closed the October 27-31 trading week with new records set for two major benchmarks, as strong US fundamentals and news from abroad brought up the sentiment on equity markets. Besides the extra monetary stimulus of the Bank of Japan in order to improve economic growth and raise consumer prices, US economy is showing one of the strongest GDP advances among developed countries. The world's biggest economy expanded 3.5% in the third quarter, more than forecasted by analysts at 3.1%. Moreover, the Federal Reserve finished its third stimulus program, underlying stable improvement of the labour market and economy in general.

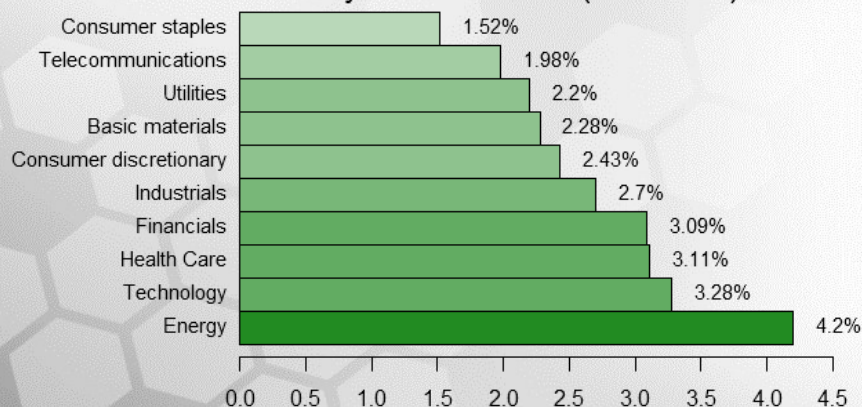
The benchmark S&P 500 Index jumped as much as 2.9% last week to close at the 2,018.05 mark, higher than the previous record of 2,011.36 points, which came on September 18. All the sectors included in the gauge rose, while gains were led by energy and technology industries, which advanced 4.2% and 3.3%, respectively. Cliffs Natural Resources continue to increase since October 10, when company's stock reached the lowest value since 2004. It added 16.6% to \$11.23 last week, even though the company swung to a loss in Q3. Among other major gainers, tire manufacturer Goodyear rose 16.4% to \$24.23, while credit card issuers Mastercard Inc and Visa Inc surged 13.2% and 13.1% to \$83.75 and \$241.43, respectively, on better than expected earnings in Q3. Electronic Arts Inc closed the top-5 with a climb of 12.7% to \$40.97.

The Dow Jones Industrial Average posted an advance of 3.4% during the previous week to a new record of 17,390.52 points, while NASDAQ added 3.2% to 4,630.74 points.

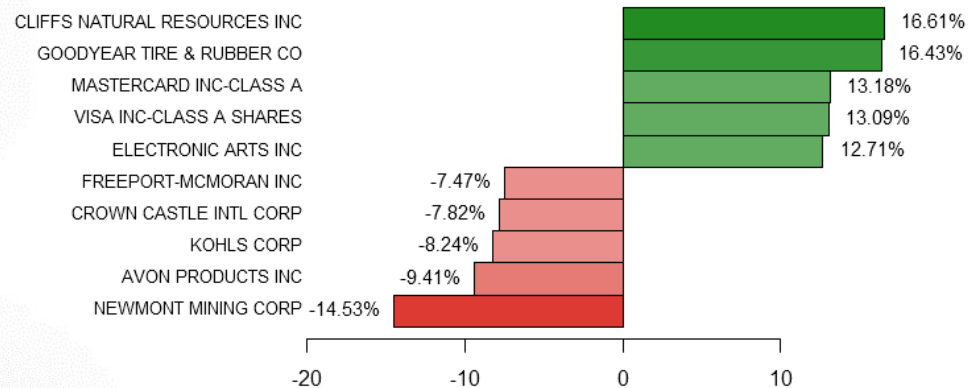
Price Changes (%)

	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
S&P 500	2.88	3.69	4.83	7.28	14.45	14.89
Dow Jones	3.4	3.49	5.44	5.31	11.34	11.87
NASDAQ	3.23	4.72	6.39	12.29	17.81	18.14

Industry Performance (S&P 500)



TOP performers (S&P 500)



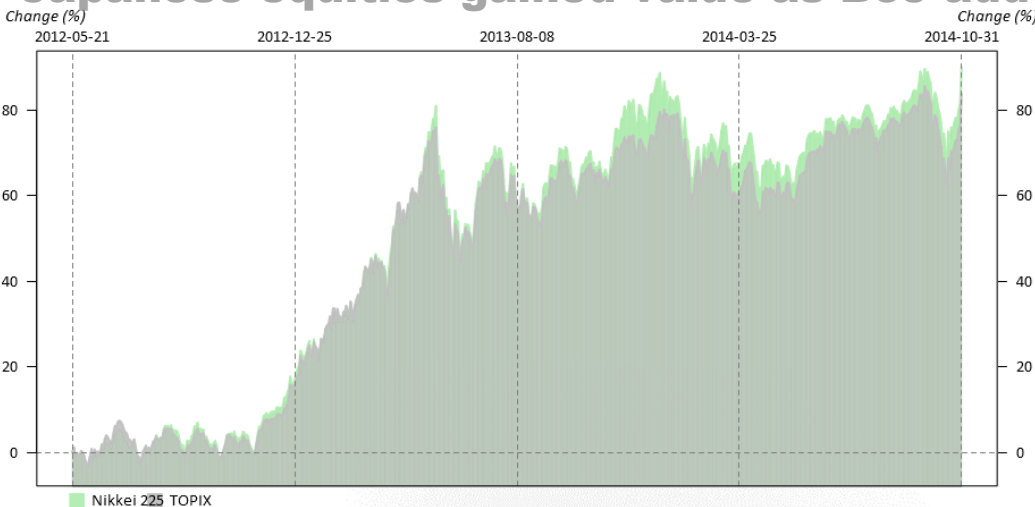
Japanese equities gained value as BoJ added extra stimulus



The strongest stock market growth among developed nations was registered in Japan, the world's third biggest economy. The Bank of Japan unexpectedly widened its stimulus program and announced that it will expand the monetary base by 80 trillion yen per year. The regulator is also willing to buy more Japanese government bonds. Among other influencing factors, US economy advanced more than predicted by 3.5% in Q3, meaning that there are better perspectives for local producers to increase exports to the US, helped by the weaker yen exchange rate.

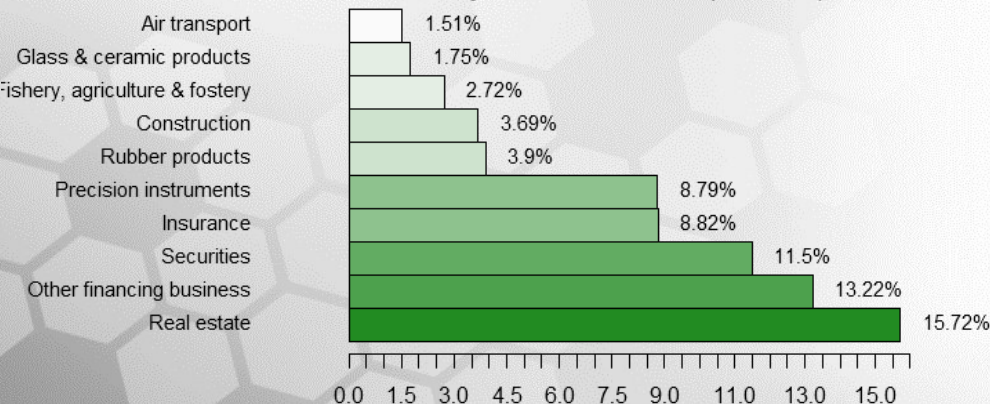
The Topix Index surged for the second consecutive week in a row to gain 6.3% and close at 1,333.64 points at the market closing time last Friday. All the industries performed to the upside during the previous week, while real estate and other financial business were the most positive market movers, as they added 15.7% and 13.2%, accordingly. Air transport, in turn, added the smallest value of 1.5% in five trading days. Among best-performing market players, Agrex Inc, an IT-services company, added 28.1% to 1,367 yen per share, while Kenedix Inc. followed with a rise of 23.1% to 507 yen. On the negative side, Toho Holdings Co Ltd, a local health care supply chain, dropped 17.3% to 1,425 yen. The company's stock lost more than a third of its value since the end of September. Enplas Corp and Eizo Corp also slipped 16.3% and 13.7% to 4,110 yen and 2,020 yen, respectively.

Meanwhile, the second-largest stock index of Japan, the Nikkei 225, ended the trading week with a gain of 6.3% to close at 16,413.76 points.

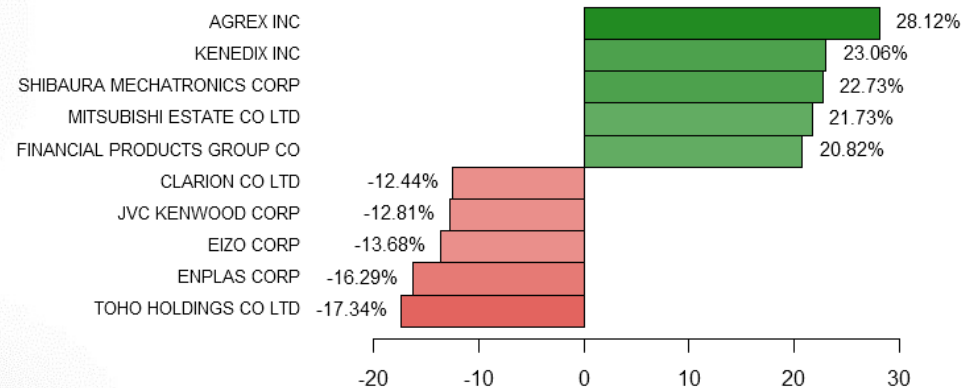


Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Nikkei 225	6.66	2.06	5.74	13.53	13.18	14.56
TOPIX	6.33	1.17	4.08	12.78	10.72	11.67

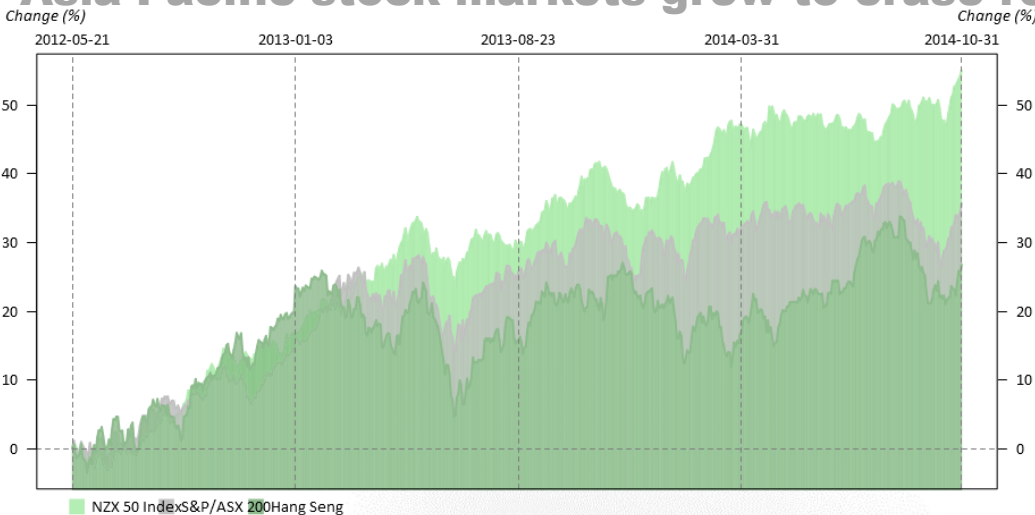
Industry Performance (TOPIX)



TOP performers (TOPIX)



Asia-Pacific stock markets grew to erase recent losses



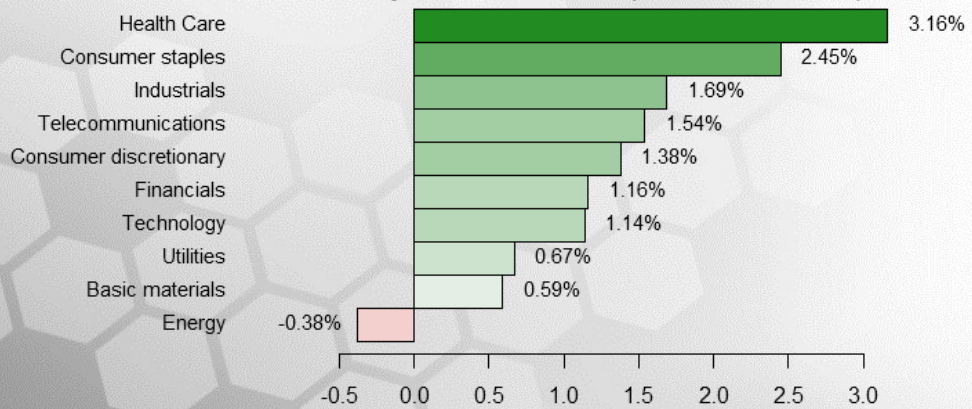
Share markets in the Asia-Pacific economic region showed a moderate growth during the trading week ended October 31, while all the main stock indexes increased in weekly value and followed their counterparts from other parts of the world. As Japanese central bank is adding more stimulus to the economy and US GDP seen rising, it opens more positive perspectives for South Asian exporters, including mining companies, which depend on global growth changes. Among local news, activity advance in Chinese manufacturing slowed in November, while the Reserve bank of New Zealand kept the interest rates unchanged.

The S&P/ASX 200 Index, which represents the biggest companies of the region, mostly from Australia, surged 1.2% to hit the 5,526.60 mark on Friday's evening. All but one sector showed a positive development last week, as only companies from energy industry showed an aggregate decline of 0.4%. Health care and consumer staples, in turn, jumped as much as 3.2% and 2.5%, respectively. Southern Cross Media Group Ltd climbed 19.5% to A\$0.98 per share, as the broadcasting company issues new shares worth A\$3 million to invest into new projects and TV-programmes. Qantas Airways, the largest airline in Australia, added 17.9% to A\$1.68, as company's losses are getting smaller on easing domestic competition and dropping fuel prices. Year-on-year, the Qantas stock went up 27.5%.

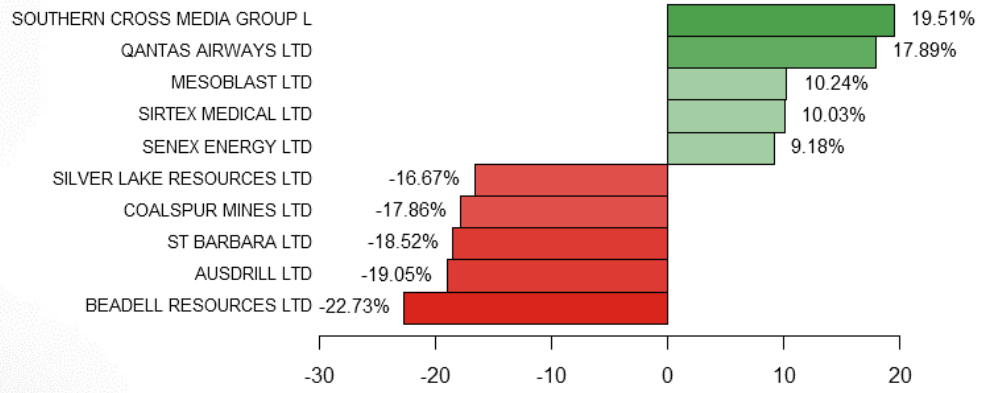
The Hang Seng Index registered a 3.7% upside movement to reach 23,998.06 points last week, while New Zealand's NZX 50 Index increased 1.5% to 5,387.83 points.

Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
S&P/ASX 200	1.24	3.61	-0.54	1.26	1.76	1.86
Hang Seng	3.69	4.64	-2.18	9.2	2.98	3.41
NZX 50 Index	1.5	2.72	6.03	3.54	11.3	10.36

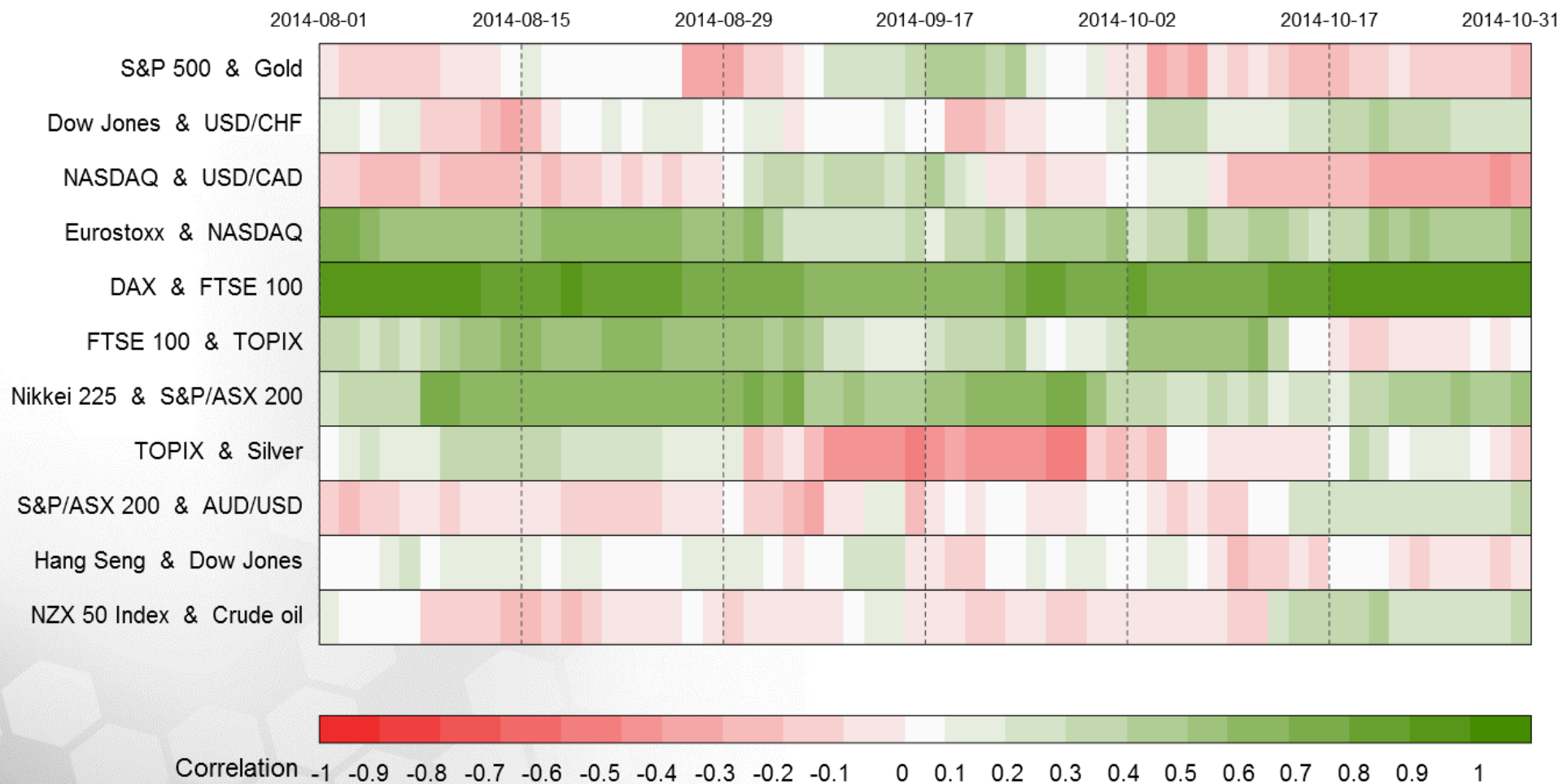
Industry Performance (S&P/ASX 200)



TOP performers (S&P/ASX 200)



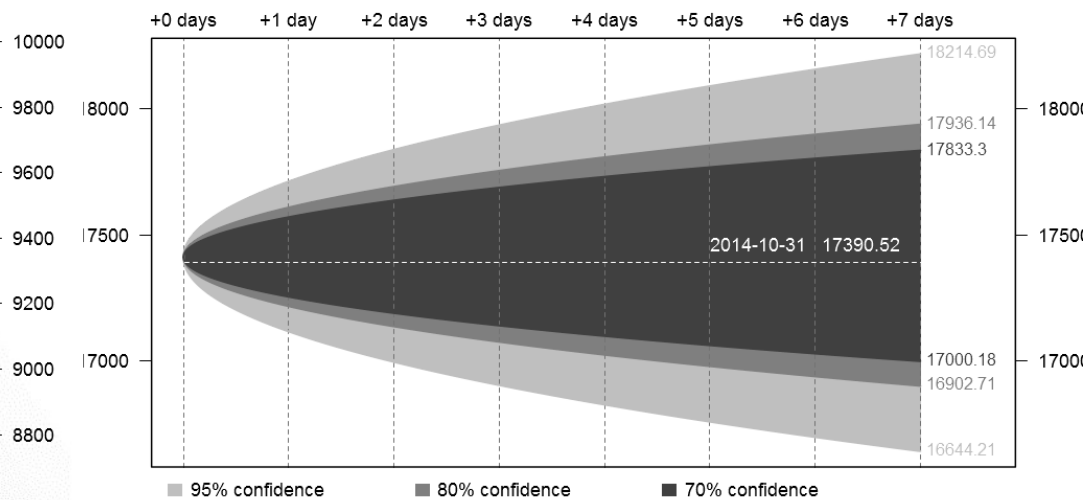
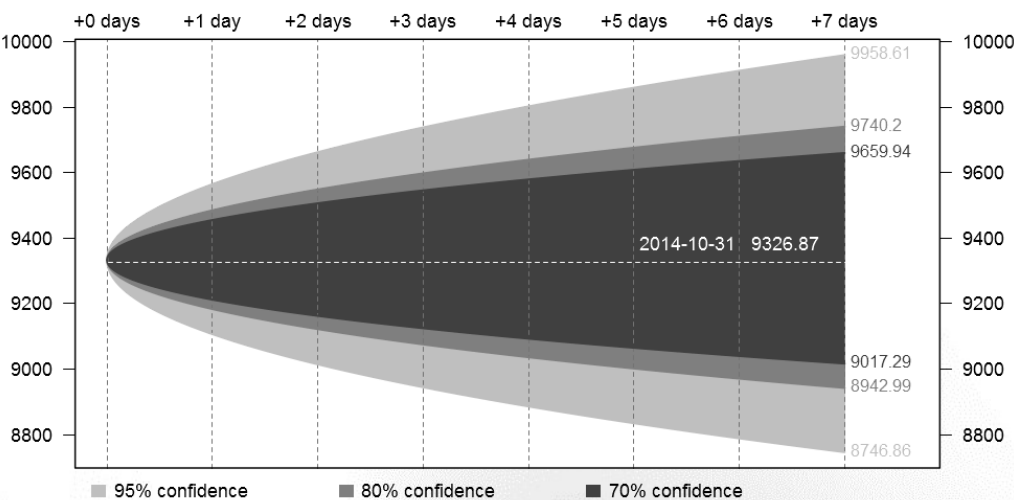
Correlation Matrix



Confidence Intervals

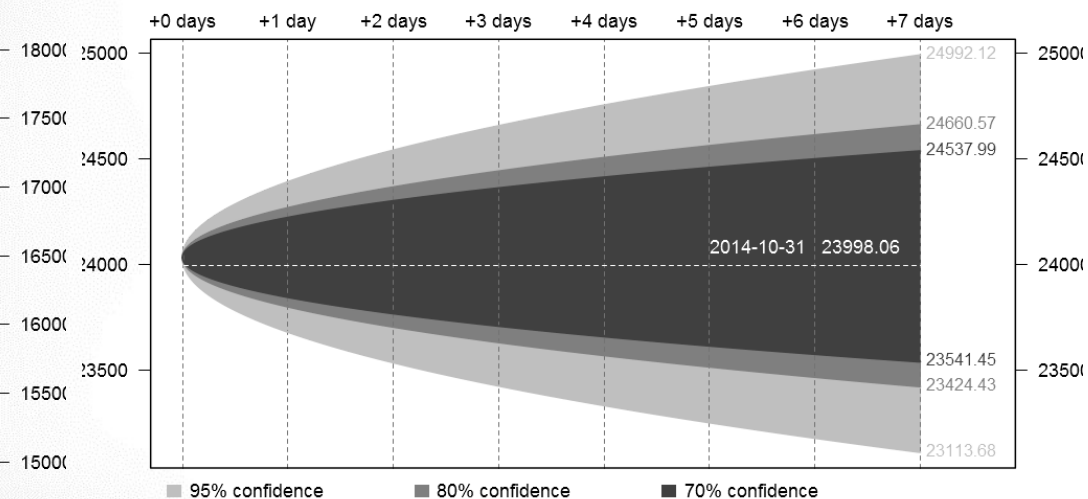
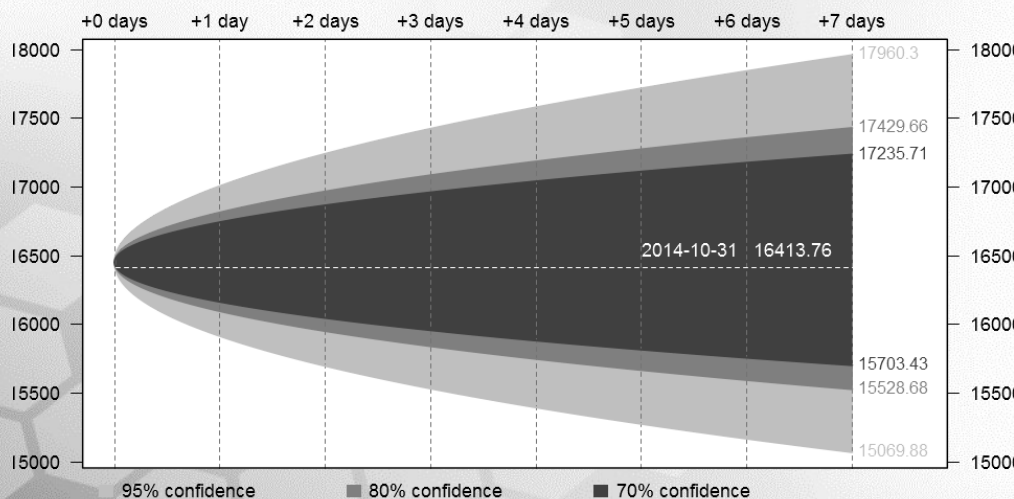
DAX Potential Rates

Dow Jones Potential Rates



Nikkei 225 Potential Rates

Hang Seng Potential Rates



EXPLANATIONS

Indexes

- **Standard & Poor's 500 Index (S&P 500) or (SPX)** - U.S. stock market index consisting of the 500 large-cap shares widely traded on the New York Stock Exchange and the NASDAQ.
- **Dow Jones Industrial Average Index (INDU)** - U.S. stock market index consisting of the 30 large publicly owned U.S. companies, primarily industrials
- **NASDAQ Composite Index** - U.S. stock market index representing all the stocks that are traded on the Nasdaq stock market, mostly technology and Internet-related
- **New Zealand Exchange 50 Gross Index (NZX 50)** - stock market index consisting of the top 50 companies listed on the New Zealand Stock exchange
- **S&P/ASX 200** - a market-capitalization weighted stock market index of stocks listed on the Australian Securities Exchange from Standard and Poor's
- **Hang Seng Index (HI)** - Hong Kong's stock market index consisting of 48 largest companies listed on the Hong Kong Exchange
- **Japan's Nikkei Stock Average (Nikkei 225 Index) or (NKY)** - Japanese stock market index consisting of the 225 largest companies listed on Tokyo Stock Exchange
- **FTSE 100 Index (UKX)** - U.K. stock market index consisting of the 100 most capitalized U.K. companies trading on the London Stock Exchange
- **DAX Index (DAX)** - German stock market index consisting of the 30 largest and most liquid German companies trading on the Frankfurt Stock Exchange
- **Eurostoxx 600** - stock market index, derived from the Stoxx Europe Total Market Index, consisting of 600 large, mid- and small-sized companies from 18 European countries

Chart

- **Correlation** - statistical measure of the linear relationship between two random variables. It is defined as the covariance divided by the standard deviation of two variables.
- **Historical price changes** - chart reflecting the historical price changes of particular region's stock indices

Indicators

- **Industry performance** - weekly performance of industries within the particular stock market index
- **Top performers** - companies within a particular stock market index showing the best or worst weekly performance
- **Performance** - relative historical change of stock market index value



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