



## Weekly market overview

### Week ahead

- Home Depot (HD), Occidental Petroleum (OXY), and Alibaba (BABA) will publish earnings this week.
- EU and UK will report Q3 GDP figures, while US will release CPI, PPI, and retail sales data for October.

\*For exact dates please check page 6 of the document

EQUITIES	Level	W/W % change	M/M % change	YTD % change
<b>United States</b>				
S&P 500	<b>5,996</b>	<b>4.7</b>	4.2	25.7
Nasdaq 100	<b>21,117</b>	<b>5.4</b>	5.0	25.5
Dow Jones 30	<b>43,989</b>	<b>4.6</b>	4.5	16.7
Russell 2000	<b>2,400</b>	<b>8.6</b>	9.3	18.4
<b>Global</b>				
S&P Europe	<b>2,056</b>	<b>-0.9</b>	-2.0	5.8
S&P China	<b>2,656</b>	<b>3.8</b>	-2.9	21.0
S&P Japan	<b>2,572</b>	<b>3.7</b>	1.7	16.7
S&P Global	<b>4,162</b>	<b>3.4</b>	2.2	19.6
FIXED INCOME	Yield, %	1-week ago	1-month ago	1-Jan-2024
<b>United States</b>				
2y US Treasury	<b>4.25</b>	4.20	3.98	4.25
10y US Treasury	<b>4.31</b>	4.36	4.04	3.87
US IG Credit	<b>5.11</b>	5.23	4.96	5.12
US HY Credit	<b>7.25</b>	7.39	7.33	7.88
<b>Europe</b>				
2y German Bund	<b>2.19</b>	2.27	2.23	2.40
10y German Bund	<b>2.37</b>	2.39	2.25	2.03
Europe IG Credit	<b>3.30</b>	3.40	3.38	3.65
Europe HY Credit	<b>5.41</b>	5.43	5.50	6.06

### Commentary

**Stocks in the US rallied as Trump win boosted investor confidence**, with expectations on looser regulations and corporate tax cuts. Most of the major benchmarks rose to record highs, with the small-cap Russell 2000 Index leading the gains, rising 8.57%. The S&P 500 Index gained 4.66%, its best performance in nearly a year. The Fed delivered a 25 bps cut in the federal funds rate, which helped lower yields that had risen earlier in the week due to election results.

**In Europe, concerns over President Trump's trade policies impacted markets.** As a result, the STOXX Europe 600 Index ended 0.84% lower. Similar to Fed, the BoE also cut rate by 25 bps in response to decelerating inflation. The Eurozone composite PMI was revised up to 50 in October, indicating no change in overall business activity, with manufacturing contracted more slowly than initially expected, while the services sector grew slightly faster. However, business confidence dropped to its lowest point of the year and German government collapse adds further to uncertainty.

**Stocks in China initially surged on expectations of significant stimulus measures, but later cooled as the measures didn't directly address demand.** The \$1.4tn refinancing package for local governments disappointed markets, as it focused on restructuring debt rather than boosting domestic demand. While strong export growth in October increased the trade surplus, concerns about US-China trade relations remained, with potential policies from Trump threatening export outlook.

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## S&P 500 sector highlights

Analysts expect Materials and Financial sectors to outperform market in the following twelve months. Meanwhile, Consumer Discretionary is expected to underperform the broader market.

In Materials, Newmont (NEM), FMC (FMC), and Dow Inc. (DOW) are expected to deliver the best results. In Financials, Arch Capital (ACGL), Globe Life (GL) and Everest Group (EG) are considered potential outperformers.

In Consumer Discretionary, the worst performance is expected from Garmin (GRMN), Hilton Worldwide Holdings (HLT), and Marriott International (MAR).

\*For detailed information on sectors please check page 6 of this document

### S&P 500 sector review: last week performance

Sector	ETF Ticker	Price, \$	W/W, %	YTD, %	52-week low, \$	52-week high, \$	12 months outlook
S&P 500	SPY	598.2	 4.8	25.9	433.8	599.6	Positive
Discretionary	XLY	215.1	 7.5	20.3	158.2	216.3	Negative
Energy	XLE	93.8	 6.5	11.8	79.0	99.0	Neutral
Industrials	XLI	142.1	 6.0	24.7	101.3	142.5	Neutral
Technology	XLK	237.2	 5.9	23.2	175.8	238.1	Neutral
Financials	XLF	49.2	 5.5	30.8	33.5	49.7	Positive
Communications	XLC	96.2	 4.1	32.4	67.3	96.8	Neutral
Real Estate	XLRE	43.9	 2.7	9.6	33.9	45.6	Neutral
Health Care	XLV	150.2	 1.7	10.1	124.6	159.6	Neutral
Materials	XLB	94.5	 1.4	10.4	76.4	97.9	Positive
Utilities	XLU	79.2	 1.3	25.0	59.1	82.5	Neutral
Staples	XLP	80.8	 0.8	12.2	68.3	84.5	Neutral

Source: Galt & Taggart Research, Bloomberg, Tipranks, Charles Schwab  
 \*Percentage price changes given in parentheses indicate w/w changes

## Global equities

### Last week's strongest performers in S&P 500

#	Ticker	Name	Price, \$	W/W, %	M/M, %	YTD, %	52-week low, \$	52-week high, \$	12M price target, \$*	12M upside potential, %
1	AXON	Axon Enterprise	603.2	41.6	41.3	133.5	215.4	611.9	530.6	-12.0
2	TSLA	Tesla, Inc.	321.2	29.0	31.4	29.3	138.8	328.7	224.9	-30.0
3	EPAM	EPAM Systems	233.5	23.4	19.6	-21.5	169.4	317.5	246.4	5.6
4	CRL	Charles River Laboratories	215.4	19.0	15.3	-8.9	166.9	275.0	219.2	1.8
5	VST	Vistra Corp.	141.9	18.7	10.9	268.4	34.2	144.8	147.1	3.7

### Last week's weakest performers in S&P 500

#	Ticker	Name	Price, \$	W/W, %	M/M, %	YTD, %	52-week low, \$	52-week high, \$	12M price target, \$*	12M upside potential, %*
1	CE	Celanese	84.8	-32.1	-34.5	-45.4	84.8	172.2	115.1	35.7
2	ENPH	Enphase Energy	66.9	-19.9	-35.8	-49.4	65.7	141.6	101.6	51.9
3	MTCH	Match Group, Inc.	30.6	-14.4	-19.0	-16.3	27.7	42.4	39.7	29.9
4	MRNA	Moderna, Inc.	46.8	-14.3	-19.8	-52.9	46.6	170.5	86.3	84.3
5	WYNN	Wynn Resorts	84.3	-11.9	-18.1	-7.5	71.6	110.4	115.6	37.2

### Last week's 10 most traded stocks globally

#	Ticker	Name	Price, \$	W/W, %	M/M, %	YTD, %	52-week low, \$	52-week high, \$	12M price target, \$*	12M upside potential, %
1	TSLA	Tesla, Inc.	321.2	29.0	31.4	29.3	138.8	328.7	224.9	-30.0
2	NVDA	NVIDIA	147.6	9.0	11.1	198.1	45.0	149.8	151.7	2.7
3	INTC	Intel Corporation	26.2	12.9	12.3	-47.9	18.5	51.3	24.5	-6.5
4	SMCI	Super Micro Computer, Inc.	24.5	-5.9	-45.9	-13.7	20.2	122.9	39.4	60.8
5	PFE	Pfizer Inc.	26.7	-4.9	-8.4	-7.2	25.2	31.5	33.2	24.3
6	BAC	Bank of America	45.1	8.1	13.0	34.0	27.3	45.6	46.8	3.8
7	AAPL	Apple Inc.	227.0	1.8	0.5	17.9	164.1	237.5	243.7	7.4
8	AMZN	Amazon.com, Inc.	208.2	5.2	13.9	37.0	139.5	212.3	232.7	11.8
9	AMD	AMD	148.0	4.3	-14.4	0.4	114.0	227.3	184.9	25.0
10	GOOGL	Alphabet Inc.	178.4	4.1	8.5	27.7	127.9	191.8	209.5	17.4

\*Price targets represent the average price forecasts made during past three months by the highest ranked analysts (primarily from Wall Street). A positive 12 month return target implies an overall "Buy" recommendation by analysts

\*Upside potentials for stocks with negative short-term performance may be biased. This is because analysts may take time to reflect in their forecasts any unfavorable information regarding the stock.

Source: Bloomberg, Tipranks

## Georgian corporate bonds

Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/Scope)	Mid price	Mid yield, %
<b>USD</b>								
Bakhvi Hydro Power	USD	1.2	9.40%	Nov-17	Nov-27	-/-/-/-	n/a	n/a
Lisi Lake Development	USD	12	6.50%	Dec-21	Dec-24	-/-/-/B+	n/a	6.75%
Geo. Renewable Power Oper.	USD	80	7.00%	Oct-22	Oct-27	-/-/-/-	100.00	7.00%
Lisi Lake Development	USD	10	8.50%	Dec-22	Dec-24	-/-/-/B+	99.99	8.50%
Geosteel	USD	15	9.00%	Apr-23	Apr-25	-/-/-/-	99.99	9.00%
Silk Real Estate	USD	20	9.00%	Apr-23	Apr-26	-/-/-/-	99.99	9.00%
Tegeta Motors	USD	20	8.50%	Apr-23	Apr-25	-/-/-/BB-	99.77	8.75%
Energy Development Georgia	USD	10	8.50%	Jun-23	Jun-25	-/-/-/-	n/a	n/a
Georgia Capital	USD	150	8.50%	Aug-23	Aug-28	-/BB-/--	101.08	8.13%
Silk Real Estate	USD	20	9.25%	Sep-23	Sep-26	-/-/-/-	100.91	8.63%
Prime Concrete	USD	7.5	10.50%	Sep-23	Sep-27	-/-/-/-	n/a	n/a
Austrian-Georgian Development	USD	15	9.00%	Oct-23	Oct-25	-/-/-/-	n/a	n/a
MFO EuroCredit	USD	10	9.50%	Dec-23	Dec-27	-/-/-/-	n/a	n/a
Geosteel	USD	5	8.50%	Dec-23	Dec-25	-/-/-/-	99.63	8.75%
IG Development	USD	20	8.50%	Dec-23	Dec-25	-/-/-/-	99.61	8.75%
Tegeta Motors	USD	5	8.50%	Jun-24	Jun-26	-/-/-/BB-	n/a	8.63%
Tegeta Motors	USD	3.3	8.50%	Jun-24	Jun-26	-/-/-/BB-	n/a	8.63%
IG Development	USD	19.5	8.50%	Jul-24	Jul-26	-/-/-/-	n/a	8.63%
Tegeta Motors	USD	5	8.50%	Jul-24	Jul-26	-/-/-/BB-	n/a	n/a
MP Development	USD	5	8.75%	Jul-24	Jul-26	-/-/-/-	n/a	8.75%
JSC BasisBank	USD	20	7.00%	Aug-24	Aug-27	-/-/-/-	n/a	7.00%
Georgia Real Estate	USD	25	8.50%	Aug-24	Aug-26	-/-/-/-	n/a	8.50%
Chavchavadze 64B	USD	10	8.75%	Aug-24	Aug-26	-/-/-/-	n/a	8.75%

■ Galt & Taggart-led and/or co-managed deals

Source: Bloomberg, Galt & Taggart

## Georgian corporate bonds

Issuer	Currency	Amount, mn	Coupon	Issue date	Maturity date	Ratings (Fitch/S&P/Moody/Scope)	Mid price	Mid yield, %
<b>EUR</b>								
Tegeta Motors	EUR	5	7.00%	Apr-23	Apr-25	-/-/BB-	99.77	7.25%
Tegeta Motors	EUR	4	7.00%	Dec-23	Dec-25	-/-/BB-	99.63	7.25%
Tegeta Motors	EUR	7	6.75%	Dec-23	Dec-25	-/-/BB-	100.37	6.15%
IG Development	EUR	5	7.00%	Jan-24	Jan-26	-/-/BB-	99.60	6.15%
Tegeta Motors	EUR	10	6.75%	May-24	May-26	-/-/BB-	n/a	n/a
MP Development	EUR	3	7.75%	Jul-24	Jul-26	-/-/BB-	n/a	7.75%
Silk Real Estate	EUR	7	7.00%	Aug-24	Aug-25	-/-/BB-	n/a	7.00%
Chavchavadze 64B	EUR	3	7.75%	Aug-24	Aug-26	-/-/BB-	n/a	7.75%
<b>GEL</b>								
Nikora	GEL	35	TIBR3M + 3.50%	Nov-22	Nov-25	-/-/BB-	100.00	11.58%
MFO MBC	GEL	15	TIBR3M + 4.50%	Dec-22	Dec-24	-/-/BB-	100.00	12.83%
Tegeta Motors	GEL	150	TIBR3M + 3.50%	Dec-22	Dec-25	-/-/BB-	n/a	n/a
MFO Crystal	GEL	25	TIBR6M + 4.75%	Dec-22	Feb-25	B-/BB-	100.00	13.22%
MFO Rico Express	GEL	130	TIBR1D + 2.00%	Mar-23	Mar-26	-/-/BB+	n/a	n/a
TBC Leasing	GEL	100	TIBR3M + 3.00%	Mar-23	Mar-26	BB-/BB-	n/a	n/a
TBC Leasing	GEL	15	TIBR3M + 2.75%	Jun-23	Jun-26	BB-/BB-	n/a	n/a
Tegeta Motors	GEL	20	TIBR6M + 3.50%	Jun-23	Dec-25	-/-/BB-	n/a	n/a
Tegeta Motors	GEL	20	14.5%	Dec-23	Dec-25	-/-/BB-	n/a	n/a
Cellfie	GEL	65	TIBR6M + 3.50%	Dec-23	Dec-25	-/-/BB-	100.00	12.33%
Tegeta Motors	GEL	10	13.50%	Jul-24	Jul-26	-/-/BB-	n/a	n/a
Tegeta Motors	GEL	15	13.50%	Aug-24	Aug-26	-/-/BB-	100.00	13.50%

■ Galt & Taggart-led and/or co-managed deals  
 Source: Bloomberg, Galt & Taggart



## Week ahead calendar

Macroeconomic releases				Company earnings		
	Time (GMT +4)	Country	Event	Company	Ticker	Time
Monday 11 November				Bridgestone	BRDCY	Premarket
			Vodacom Group	VDMCY	Premarket	
Tuesday 12 November	11:00	UK	Employment Change, Sep	AstraZeneca	AZN	Premarket
	23:00	US	Loan Officer Survey, Q3	Home Depot	HD	Premarket
Wednesday 13 November				Spotify	SPOT	After market
				Occidental Petroleum	OXY	After market
	14:00	EU	Industrial Production, Sep	Allianz	ALIZY	Premarket
Thursday 14 November	17:30	US	Consumer Price Index, Oct	SSEZY	SSE	Premarket
				Cisco Systems	CSCO	After market
	14:00	EU	GDP, Q3	Walt Disney	DIS	Premarket
Friday 15 November	17:30	US	Producer Price Index, Oct	Siemens AG	SIEGY	Premarket
				Deutsche Telekom	DTEGY	Premarket
	11:00	UK	GDP, Q3	Alibaba	BABA	Premarket
	17:30	US	Retail Sales, Oct			

1. Central bank interest rates have significant impact on equity valuations. Higher rates result in lower discounted values of future earnings, which naturally bring down the stock prices.
2. Inflation is currently a very closely watched macroeconomic statistic, as central banks respond to high inflation by raising interest rates. Generally, developed economies target a 2% annual inflation rate, which is less than current inflation levels in both the US and Eurozone.

## Descriptions of key sectors

<b>Communications</b>	Includes companies that produce communication technologies and services. Major industries are internet content & information, telecom services, entertainment, electronic gaming & multimedia, advertising agencies, broadcasting, and publishing. Examples of leading companies in this sector are Alphabet, Meta Platforms, Netflix, T-Mobile, and Walt Disney.
<b>Technology</b>	Includes companies that produce technological goods or services. Major industries are software, semiconductors, consumer electronics, IT services, computer hardware, electronic components, and scientific & technical instruments. Examples of leading companies in this sector are Apple, Microsoft, NVIDIA, Cisco, and IBM.
<b>Discretionary</b>	Includes companies that produce non-essential or luxury goods and services (aka Consumer Discretionary or Consumer Cyclical). Major industries are general and internet retail, auto manufacturing & dealership, apparel, restaurants, travel services & resorts, and gambling. Examples of leading companies in this sector are Amazon, Tesla, Nike, Alibaba, and McDonald's.
<b>Staples</b>	Includes companies that produce goods essential to life (aka Consumer Staples or Consumer Defensive). Major industries are discount stores, household & personal products, beverages, tobacco, packaged foods, confectioneries, farm products, and grocery stores. Examples of leading companies in this sector are Walmart, Procter & Gamble, Coca-Cola, Philip Morris, and Costco.
<b>Health Care</b>	Includes companies that produce health-related products and services. Major industries are drug manufacturing, biotechnology, healthcare plans, medical devices, instruments & supplies, diagnostics & research, and medical care facilities. Examples of leading companies in this sector are Eli Lilly, UnitedHealth Group, Johnson & Johnson, AstraZeneca, and Pfizer.
<b>Financials</b>	Includes companies related to finance and investing. Major industries are banks, insurance, credit services, asset management, capital markets, and financial data & stock exchanges. Examples of leading companies in this sector are Berkshire Hathaway, Visa, JPMorgan, Bank of America, and Goldman Sachs.
<b>Industrials</b>	Includes companies that mainly produce capital goods for manufacturing and construction. Major industries are aerospace & defense, industrial machinery, railroads, farm & heavy construction machinery, freight & logistics, and building products & equipment. Examples of leading companies in this sector are Union Pacific, United Parcel Services, FedEx, General Electric, and Boeing.
<b>Materials</b>	Includes companies that produce raw materials mostly for manufacturing purposes. Major industries are chemicals, industrial metals & mining, precious metals & mining, building materials, agricultural inputs, paper & paper products, and lumber & wood products. Examples of leading companies in this sector are Linde, BHP Group, Rio Tinto, and Dow.
<b>Energy</b>	Includes companies relating to oil, gas, and consumable fuels. Major industries of the sector are oil & gas: exploration & production, midstream, equipment & services, refining & marketing, drilling, uranium, and thermal coal. Examples of leading companies in this sector are Exxon Mobil, Chevron, Shell, Occidental Petroleum, and BP.
<b>Utilities</b>	Includes companies that provide basic utilities, such as gas, water, and electricity. Major industries include regulated electric, renewables, regulated gas, regulated water, and independent power producers. Examples of leading companies in this sector are NextEra Energy, Southern Company, and Duke Energy.
<b>Real Estate</b>	Mainly includes Real Estate Investment Trusts (REITs). Major industries are REIT: specialty, industrial, residential, retail, healthcare facilities, diversified, office, mortgage, hotel & motel, and real estate services. Examples of leading companies in this sector are Prologis, American Tower, and Equinix.

Source: S&P Capital IQ, Corporate Finance Institute

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