

1. Imagine having a macro AI quant team constantly reads technical pulses

Asia

Neutral with a slight upside bias for Asia as the 20d momentum is turning up, contrasting with the 40d downward trend. Breadth remains weak at 75%, indicating limited asset alignment. FX and commodities are in agreement with the positive sentiment, while bonds show some divergence. Near-term risks suggest potential for a modest rally, but cautiousness is warranted due to the lack of strong alignment and mixed signals across different asset classes.

Base case (next 2–4 weeks): Asia is expected to see a modest rally over the next 2–4 weeks, supported by the upward momentum in the 20-day normalized metric. However, caution is advised as the 40-day trend remains downward, indicating potential volatility. The short-term 10-day metric may provide additional insights into the pace of the rally.

Triggers/Invalidations:

- If the 20-day normalized value drops by 5 percentage points or more, it could invalidate the expected rally.
- A significant divergence between the 10-day and 20-day metrics could trigger a reassessment of the base case outlook for Asia.

Positioning tilt: Consider a neutral stance across major asset classes in Asia, given the mixed signals and limited asset alignment. Maintaining a balanced position can help navigate potential volatility and uncertainty in the market.

Composite	Label	Alignment Avg	Breadth Avg	Z-outliers (Σ)	Coverage (Signals)
0.60	Bullish	0.72	0.75	0	13

2. Gathers, normalizes and distills global macro news

US

The US economy is facing uncertainty due to the government shutdown and trade tensions with China. Economic growth has been revised up, but concerns remain about the impact of key data delays. The escalating trade war between the US and China is affecting both economies.

Sentiment	Reliability	Threshold τ	Headlines ($\geq \tau$ / $< \tau$ / total)	Regime
0.40	0.90	0.65	25 / 4 / 29	Risk-Off

Sentiment Score (AI) Rationale: The sentiment is slightly bearish due to the uncertainty surrounding the government shutdown and trade tensions.

Risk Regime (AI) Rationale: The regime is 'Risk-Off' as uncertainty is rising due to the government shutdown and escalating trade tensions.

▼ Top 3 risks

1. Government shutdown impact on economic data

2. Trade tensions with China

3. Slowdown in economic growth

3. And fused all complexities into simple scores and narratives

Macro F-SCORE

🔵 How to read the numbers: F-SCORE is reliability-weighted blend of Technical and News: >60 = tailwind; 40–60 = mixed; <40 = headwind. Use as context gauge, pair with stock view and policy. Δ (day) is change in F-SCORE from yesterday: positive = improving momentum. Reliability r (0–1) is our confidence in the fused read News_eff dials how much news influences F-SCORE based on reliability — high r lets sentiment sway more, low r pulls it toward neutral (0.5). Tech is technical composite score.

October 23, 2025

	F-Score	Δ (day)	Tech	News_eff	Reliability r
Global	0.530	+0.004	0.513	0.584	0.887
X Regions	0.526	+0.007	0.532	0.595	0.950
Asia	0.574	+0.016	0.600	0.707	0.827
Europe	0.531	+0.015	0.592	0.587	0.870
US	0.490	-0.003	0.516	0.410	0.900

Macro F-NARR

Overview

Technical Read

The current global macro outlook remains in a neutral regime with a slightly positive bias as the 20-day momentum improves. The Global region shows limited alignment and mixed signals across asset classes, warranting a cautious approach. The outlook for the next 2-4 weeks suggests a potential upside bias, especially in equities, but with a need for vigilance due to the lack of clear cross-asset trends. Across major regions, Asia stands out with a slightly stronger technical signal and higher news effectiveness, indicating a modest rally in the next few weeks. Europe follows closely behind with a similar neutral stance but with a slightly weaker technical signal. The US market shows signs of gradual improvement, with a cautious optimism for an uptrend, particularly in defensive sectors.

Notable risk controls include monitoring alignment averages and z outliers, as deviations could signal potential downside risks. Shifts in regime are minimal, with most regions maintaining a neutral outlook. Caution is advised in the face of mixed signals and limited asset alignment to navigate potential volatility in the markets.

Looking ahead, keep a close eye on the 20-day momentum trends, as they are key drivers of the near-term performance outlook. Stay alert for any significant changes in alignment averages or news effectiveness, as they could signal shifts in market sentiment and potential opportunities or risks.

What This Means

The global outlook as of October 23, 2025, shows a neutral risk regime with a potential upside bias. While the 20-day momentum is improving, the 10-day and 40-day trends vary across regions. Asset alignment is a key consideration, with some regions showing limited agreement among assets. In Asia, a modest rally is expected, but caution is advised due to mixed signals. Europe and X Regions also have a neutral stance with slight upside biases, while the US market is cautious with potential for further upside. The recommended positioning is to maintain a neutral stance across major asset classes, with a slight tilt towards equities for potential upside momentum. Triggers for reassessment include significant drops in normalized values or changes in asset alignment. Keeping a balanced approach can help navigate potential volatility and uncertainties in the market.