Quant insight

MacroVantage

1. **KOSPI: A Macro Disconnect**
   Macro is back in charge of the KOSPI, and the index is now trading well below Qi fair value.

2. **Oil Services: The Peace Discount Overshoots**
   OIH has priced a swift end to the oil war premium, but Qi model value has held up.

3. **AUDUSD: A Rare Discount for AI Bears**
   An AI unwind "should" be USD negative. An RBA rate hike "should" be AUD positive. Yet spot AUDUSD has fallen to the March lows. Qi sees an opportunity.

11th November 2026

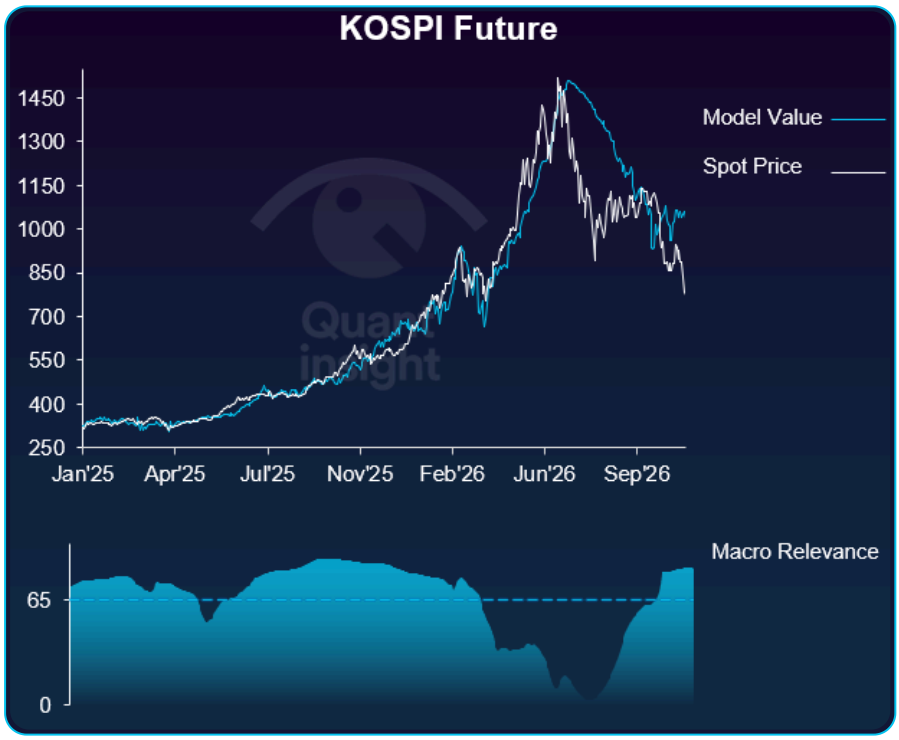
MacroVantage

1. KOSPI: A Macro Disconnect

The correction has put the KOSPI firmly on Qi's radar.

From March to September 2026, macro explanatory power dropped below our 65% threshold. Macro fundamentals struggled to keep pace with the rally, with Qi model value lagging the index.

However, **macro relevance has returned and now stands at 85%**, close to 5yr highs. KOSPI is once again a macro-driven market. Inflation expectations are a top positive driver, so yesterday's US CPI print is fuel for the index.



Qi model value fell sharply between July and September but has since rebounded from its October lows. Yet the index has continued to sell off.

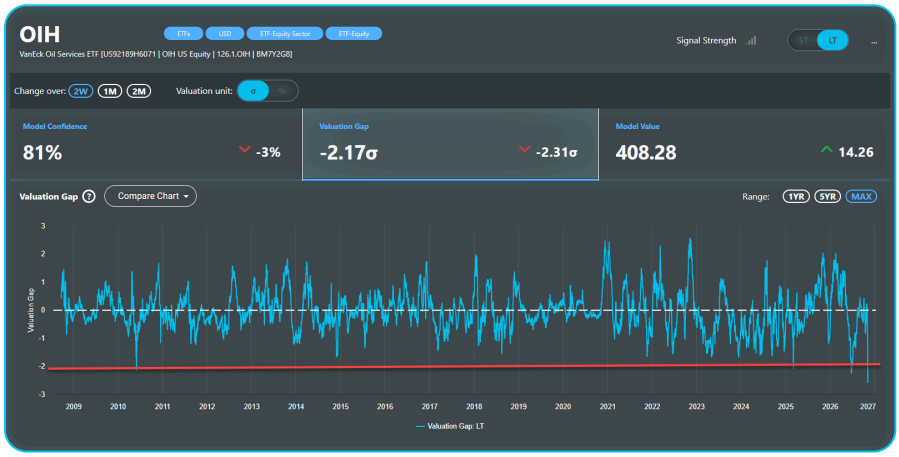
That divergence between stabilising macro fundamentals and falling prices has left the KOSPI trading **1.4σ (33.39%) below Qi model value**.

This dislocation could offer an opportunity to start rebuilding exposure to South Korean equities.

2. Oil Services: The Peace Discount Overshoots

Oil's war premium is unwinding at speed. Crude fell again yesterday to its lowest level since August, shrugging off a hotter-than-expected US CPI print as hopes for a US-Iran deal built. OIH fell from around 403 in late October to below 350 on 5 November.

Macro has not followed. Qi model value has edged higher over the past two weeks to 408.28, leaving spot at 359.02, **–2.06σ (–13.72%) cheap to Qi fair value**. Model confidence is high at 81%, up from around 30% in early September.



Qi model value for OIH is positively linked to metals: the industrial backdrop, not just crude, sets fair value here. No deal has been signed yet, and OPEC's monthly report on 11 November is the next test.

Cheap, with rising model value and high model confidence, **this is a confirmed bullish signal**.

3. AUDUSD: A Rare Discount for AI Bears

A de-rating of the AI trade should, in theory, be US Dollar negative: slower CapEx implies lower GDP growth and less demand for US assets. Instead, the Dollar's safe haven status kicked in, and the downside never materialised.

The RBA hiked rates last week but instead of bouncing on supportive interest rate differentials, the Aussie Dollar sold off because it's a risky currency.

Qi disagrees. AUDUSD is now 1.9σ (-2.71%) cheap to macro fair value which we have at 0.7080. Such a Fair Value Gap is rare. AUDUSD has only been in regime and this cheap twice before since 2009. **Both signals worked.**



Critically, **AUDUSD's relationship with risk aversion has flipped**. Higher VIX is, on current patterns, positive for AUDUSD. Ordinarily the sensitivity is negative.

Spurious statistics? Maybe. But the alternative explanation is the maths saying that when AI dictates risk appetite, the US Dollar loses its haven status.

If you believe that, then AUDUSD upside is offering very rare and efficient entry levels for AI bears.

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