Daily Market Brief

June 3rd 2025

BANQUE BEMO

FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EUR/USD

EUR/USD edges lower after registering over 0.50% gains in the previous session, trading around 1.1420 during the Asian hours on Tuesday. The US Dollar (USD) recovers its ground on technical correction, despite growing concerns regarding stagflation in the United States (US). Traders will likely observe Eurozone Harmonized Index of Consumer Prices (HICP) data scheduled to be released on Tuesday.

GBP/USD

The GBP/USD pair attracts some sellers during the Asian session on Tuesday and erodes a part of the overnight strong move up to the 1.3560 area, or a multi-day peak. Spot prices drop back to the 1.3515 area, or a fresh daily low amid a modest US Dollar (USD) uptick. Any meaningful USD appreciation, however, seems elusive in the wake of the growing acceptance that the Federal Reserve (Fed) will lower borrowing costs further this year amid signs of easing inflationary pressures.

USD/JPY

The Japanese Yen (JPY) is looking to extend its retracement slide from a one-week low touched against a broadly recovering US Dollar (USD) during the Asian session on Tuesday. Calls for the Bank of Japan (BoJ) to either maintain or ease the pace of its bond purchase tapering beyond fiscal 2026 underscore challenges that the central bank faces in removing its massive monetary stimulus.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.1413	1.1455	1.1412	-0.24	0.75	10.23
GBP-USD	1.3514	1.3559	1.3513	-0.22	0.05	7.97
USD-JPY	143.10	143.27	142.38	0.27	0.86	9.85
USD-CHF	0.8186	0.8189	0.8159	0.15	1.06	10.85

Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	3360.52	3392.20	3356.38	-0.62	1.81	28.04
Silver	34.18	34.76	33.97	-1.66	2.77	18.28
Crude Oil	62.80	63.25	62.69	0.45	3.14	-10.08
Bitcoin	105326.95	106560.76	104636.29	0.38	-0.80	12.39
Etherium	2607.55	2650.49	2540.84	2.62	-1.38	-22.08

Period	1M	3M	6M	12M
SOFR ($)	4.32	4.32	4.27	4.07
ESTR (€)	1.73	1.92	1.84	1.73
SONIA (£)	4.22	4.20	4.14	4.00
SARON (₣)	0.04	-0.08	-0.16	-0.26
TONAR (¥)	0.47	0.47	0.40	0.29

	Rates
U.S. Federal Fund Target Rate	4.50
ECB Main Refinancing Operation Announcement Rate	2.4
ECB Deposit Facility Announcement Rate	2.25
ECB Marginal Lending Facility Announcement Rate	2.65
BOE Official Bank Rate	4.25

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

Stocks rose on Monday, the first trading day of June, as Wall Street shook off increasing tensions in global trade.China pushed back against U.S. accusations that it had violated a temporary trade agreement. Instead, the country blamed Washington for failing to uphold the deal — a sign that negotiations between the world's two largest economies are deteriorating.

EUROPE

European stock markets ended the first trading day of the week lower. Autos stocks fall 2% after Trump's 50% steel tariffs inflate EU trade tensions. The specter of U.S. tariffs has returned to the fore for markets this week.

ASIA

Asia-Pacific markets traded mixed Tuesday after China's manufacturing activity in May shrank at the fastest pace since September 2022, a private survey showed.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	42305.48	0.08	2.39	-0.56	42224.00	-0.36
S&P	5935.94	0.41	4.38	0.92	5925.25	0.14
Nasdaq	19242.61	0.67	7.04	-0.35	21458.25	0.37
DJ EuroStoxx50	5355.56	-0.21	1.33	9.39	5367.00	-0.02
FTSE 100	8774.26	0.02	2.07	7.36	8802.00	0.23
CAC 40	7737.20	-0.19	-0.43	4.83	7731.50	-0.19
DAX	23930.67	-0.28	3.66	20.20	24027.00	-0.09
IBEX 35	14202.80	0.36	5.62	22.49	14219.40	0.48
FTSE MIB	39984.15	-0.26	4.32	16.96	40026.00	-0.27
Nikkei	37470.67	0.08	1.81	-6.00	37510.00	-1.21
Hang Seng	23157.97	1.10	4.04	16.72	23266.00	0.35
DFM General	5484.72	0.08	3.65	6.32	N/A	N/A
MSCI Tadawoul	10850.09	0.23	-6.01	-9.86	N/A	N/A

Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	84.20	86.00	84.00	0.78	-6.44	-29.83
Solidere B	80.80	80.85	80.75	-2.36	-0.80	-32.38

MUST READ

(Source: Bloomberg/ Forexlive)

Elon Musk's companies report positive developments amid his return to work

U.S. stocks posted modest gains on Monday, the first trading day of June, while European markets mostly declined. Elon Musk's companies, Neuralink and Tesla, reported major successes. Neuralink, Musk's brain-computer interface startup, announced it had closed a $650 million funding round, with backing from major investors including ARK Invest and Sequoia Capital. The company is developing technology to translate brain signals into digital commands for external devices. Meanwhile, Tesla saw a 213% year-on-year surge in new car sales in Norway for May, reaching 2,600 units. This growth was largely driven by strong demand for the revamped Model Y SUV and came despite a general decline in Tesla sales across other European countries like Spain, Portugal, Denmark, and Sweden. These developments came shortly after Musk stepped away from a government advisory role in the Department of Government Efficiency. However, the timeline of these events suggests they were likely set in motion prior to his departure, and their success is not directly attributable to his recent disengagement. Still, they underscore Musk's influence and the fundamental strength of his ventures, which continue to require his strategic guidance, much like Tesla's ongoing development of autonomous driving technology.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
CROWDSTRIKE HC	CRWD	$ 119.34 B	03-Jun-25	Aft-mkt	0.66	0.93
HEWLETT PACKAF	HPE	$ 22.78 B	03-Jun-25	Aft-mkt	0.33	0.42
DOLLAR GENERAL	DG	$ 21.37 B	03-Jun-25	Bef-mkt	1.47	1.65
DOLLAR TREE INC	DLTR	$ 19.17 B	04-Jun-25	Bef-mkt	1.23	1.43
BROADCOM INC	AVGO	$ 1169.42 B	05-Jun-25	Aft-mkt	1.57	1.10

ECONOMIC CALENDAR

(03-06-25) EC - CPI Estimate YoY / CPI MoM
(03-06-25) EC - Unemployment Rate
(03-06-25) US - Factory Orders
(03-06-25) US - Durable Goods Orders
(04-06-25) EC - HCOB Eurozone Composite/Services PMI
(04-06-25) UK - S&P Global UK Composite/Services PMI
(04-06-25) US - MBA Mortgage Applications

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