

Daily Market Brief

July 3rd 2024



FOREIGN EXCHANGE MARKETS (Sources: Bloomberg / Reuters)

EURUSD
EUR/USD consolidates gains around 1.0745 during the early European session on Wednesday. Data released on Tuesday showed that the annual inflation rate in the Eurozone cooled down in June, in line with the market consensus. This figure has triggered hopes for potential interest rate cuts by the ECB, which might cap the upside of the Euro (EUR) for the time being.

GBPUSD
The GBP/USD pair struggles to build on the overnight goodish rebound from the 1.2615 area, or a multi-day low and oscillates in a narrow band during the Asian session on Wednesday. Spot prices remain confined in a familiar range held over the past two weeks or so and currently trade just below the 1.2700 round-figure mark.

USDJPY
The (JPY) holds losses on Wednesday, remaining near its low of 161.75, a level not seen since 1986, recorded in the previous session. This decline can be attributed to final data indicating that Japan's business activity turned contractionary in June. Market participants focus on the possibility of (FX) intervention from the Bank of Japan (BoJ), which could support the JPY and limit the upside of the pair.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0738	1.0754	1.0736	-0.07	0.53	-2.73
GBP-USD	1.2680	1.2693	1.2676	-0.04	0.46	-0.40
USD-JPY	161.90	161.92	161.39	0.28	-0.67	-12.88
USD-CHF	0.9048	0.9048	0.9035	0.10	-0.82	-7.01
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	2335.19	2335.84	2326.99	0.25	1.61	13.19
Silver	29.73	29.76	29.48	0.67	3.31	24.92
Crude Oil	83.15	83.26	82.93	0.41	2.78	15.99
Bitcoin	61069.86	62192.74	60565.36	-1.38	1.58	43.67
Etherium	3364.44	3427.90	3330.15	-1.49	-0.57	47.41
Period	1 M	3 M		12 M		
EURIBOR	3.66	3.71		3.57		
SOFR	5.33	5.32		5.05		
US Fed Fund Rate (Indicator)			5.31			
Notes/Bonds	2 Y	10 Y		30 Y		
US	4.75	4.44		4.60		
BTP - BUND	0.59	1.45		1.81		
GILTS	4.19	4.25		4.75		

INTERNATIONAL EQUITY MARKETS (Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA
Wall Street's main stock indexes closed higher on Tuesday, boosted by gains in Tesla and megacap growth stocks, but volumes were thin ahead of the July Fourth holiday and the closely watched release of June nonfarm payrolls on Friday.

EUROPE
European stocks fell to two-week lows on Tuesday as the relief rally in French shares following the first round of parliamentary elections faded, while data pointed to elevated services inflation in the euro zone.

ASIA
Asian stocks rose on Wednesday as comments from Federal Reserve Chair reinforced expectations that U.S. rate cuts were not far off, while the yen struggled at levels last seen in 1986, keeping traders wary of Japanese intervention.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	39331.85	0.41	1.97	4.36	39657.00	-0.09
S&P	5509.01	0.62	4.27	15.50	5564.75	-0.09
Nasdaq	18028.76	0.84	7.13	20.10	20254.00	-0.04
DJ EuroStoxx50	4906.33	-0.48	-1.94	8.51	4975.00	0.75
FTSE 100	8121.20	-0.56	-1.71	5.02	8199.50	0.58
CAC 40	7538.29	-0.30	-5.75	-0.06	7605.00	N/A
DAX	18164.06	-0.69	-2.39	8.43	18405.00	0.48
IBEX 35	10912.80	-1.30	-4.25	8.03	10940.00	N/A
FTSE MIB	33481.40	-0.70	-3.43	10.31	33950.00	N/A
Nikkei	40074.69	1.28	4.28	21.29	40600.00	1.25
Hang Seng	17769.14	1.14	-2.35	5.42	17883.00	1.15
DFM General	4063.25	0.32	2.08	0.40	N/A	N/A
MSCI Tadawoul	11606.09	-0.45	-1.71	-3.02	N/A	N/A
Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	69.15	69.90	68.70	-0.58	-0.72	-22.39
Solidere B	69.00	69.00	69.00	0.00	-0.07	-23.29

MUST READ (Source: Bloomberg/ Forexlive)

Are you my partner?
Speaking of the streaming wars, Paramount Global is reportedly in discussions to combine its money-losing offering Paramount+ with services from Warner Bros. Discovery and/or Comcast. A combination would give Paramount+ a firmer base with which to compete with the bigger players, stabilize churn, and also take some streaming losses off the larger company balance sheet. Paramount rose 3% AH on Monday following a separate report that media mogul Barry Diller and his company IAC are exploring a bid to take control of the entertainment giant.

EV Race
Driven by price cuts across most models, BYD set a new sales record in the second quarter and is inching closer towards overtaking Tesla once again as the world's top seller of electric vehicles. The Chinese carmaker sold 426,039 pure EVs in Q2, close on the heels of Tesla, which likely sold around 440,000 units, according to analyst forecasts. Tesla is due to report its Q2 sales later today, but many have been reeling in estimates due to concerns over demand, as well as registration data from Europe and China. BYD last crossed Tesla to be the biggest seller of EVs in Q4 2023.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Constellation Brai	STZ US	\$47.1 B	03-Jul-24	Pre-mkt	3.46	2.91
Greenbrier Comp.	GBX US	\$1.5 B	08-Jul-24	Pre-mkt	1.08	1.02
Helen	HELE US	\$2.2 B	09-Jul-24	Pre-mkt	1.38	1.58
Smart Global Hol	SGH US	\$1.2 B	09-Jul-24	After-mkt	0.17	0.46
Byrna Technologii	BYRN US	\$226.9 M	09-Jul-24	Pre-mkt	-0.01	-0.04

ECONOMIC CALENDAR

(03-07-24) AU- Retail Sales MAY
(03-07-24) DE- HCOB Services, Composite PMI JUN
(03-07-24) EA- HCOB Composite PMI JUN
(03-07-24) EA- Producer Price Index MAY
(03-07-24) EA- ECB's Presdient Lagarde speech
(03-07-24) US- ADP Employment Change JUN; ISM Services PMI JUN
(03-07-24) US- FOMC Minutes

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