Daily Market Brief

November 8th 2024

BANQUE BEMO

FOREIGN EXCHANGE MARKETS *(Sources: Bloomberg / Reuters)*

EURUSD
The EUR/USD pair plunges to near 1.0780 amid the renewed (USD) demand on Friday during the Asian trading hours. Also, Donald Trump's proposals to raise tariffs weigh on the Euro (EUR) against the Greenback. Traders await the advanced US Michigan Consumer Sentiment data for November for fresh impetus, along with the speech from the (Fed) Michelle Bowman on Friday.

GBPUSD
The GBP/USD pair edges lower to around 1.2975 during the Asian trading hours on Friday. The Pound Sterling weakens after the Bank of England (BoE) reduced its interest rates by 25 basis points (bps) on Thursday. This comes after Labour's released UK budget, which casts doubt on future policy easing. The UK central bank has trimmed the interest rate for the second time this year after it began its easing cycle in August. BOE Governor Andrew Bailey said during the press conference that the central bank needs to retain a "gradual approach" to policy easing.

USDJPY
The (JPY) attracts some dip-buying during the Asian session and looks to build on the overnight recovery against its American counterpart, from the lowest level since July 30. Some verbal intervention from Japanese authorities turns out to be a key factor lending support to the JPY. This, along with a softer tone surrounding the US Treasury bond yields, acts as a tailwind for the lower-yielding JPY.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0777	1.0807	1.0773	-0.26	-0.53	-2.37
GBP-USD	1.2971	1.2990	1.2962	-0.12	0.36	1.89
USD-JPY	152.70	153.37	152.55	-0.16	0.20	-7.64
USD-CHF	0.8727	0.8737	0.8720	0.03	-0.31	-3.59
Commodities	**Last**	**High**	**Low**	**% Daily**	**% Weekly**	**% YTD**
Gold	2688.62	2710.44	2686.07	-0.67	-1.75	30.33
Silver	31.58	32.09	31.49	-1.41	-2.81	32.70
Crude Oil	71.76	72.25	71.69	-0.83	3.27	2.08
Bitcoin	75972.84	76408.49	75529.17	0.02	9.92	78.73
Etherium	2915.86	2956.13	2865.38	0.76	18.11	27.76

Period	1M	3M	6M	12M
SOFR ($)	4.62	4.52	4.41	4.25
ESTR (€)	2.32	2.99	2.68	2.32
SONIA (£)	4.73	4.69	4.58	4.42
SARON (F)	0.93	0.69	0.56	0.39
TONAR (¥)	0.22	0.22	0.16	0.08

	Rates
U.S. Federal Fund Target Rate	4.75
ECB Main Refinancing Operation Announcement Rate	3.4
ECB Deposit Facility Announcement Rate	3.25
ECB Marginal Lending Facility Announcement Rate	3.65
BOE Official Bank Rate	4.75

INTERNATIONAL EQUITY MARKETS *(Sources: Bloomberg / Reuters)*

UNITED STATES OF AMERICA
The U.S. stocks closed higher on Thursday, after the Federal Reserve announced a cut of 25 basis points (bps) in interest rates, extending a sharp rally sparked by Donald Trump's return as U.S. president. JP Morgan, Goldman weigh on Dow.

EUROPE
European stocks regained ground on Thursday, boosted by technology and resources shares, while Britain's FTSE 100 dipped after the Bank of England cut interest rates but projected higher inflation following the new government's first budget.

ASIA
Asian stocks rose broadly on Friday, tracking Wall Street's overnight rise to record highs, as investors digested the Federal Reserve's mesage for careful interest rate cuts even with expectations for big fiscal spending under incoming President Donald Trump.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	43729.34	0.00	3.92	16.03	43899.00	-0.01
S&P	5973.10	0.74	3.86	25.23	6004.25	0.77
Nasdaq	19269.46	1.51	5.98	28.37	21230.25	1.61
DJ EuroStoxx50	4851.96	1.07	-1.96	7.31	4871.00	1.33
FTSE 100	8140.74	-0.32	-0.61	5.27	8185.00	0.14
CAC 40	7425.60	0.76	-1.27	-1.56	7430.50	0.73
DAX	19362.52	1.70	1.55	15.59	19487.00	1.91
IBEX 35	11570.10	0.65	-1.40	14.53	11584.90	0.71
FTSE MIB	33981.23	0.12	0.73	11.96	33741.00	0.07
Nikkei	39381.41	0.30	1.45	18.04	39490.00	-0.48
Hang Seng	20953.34	-0.56	-0.43	22.22	20861.00	1.20
DFM General	4644.17	-0.20	4.65	14.17	N/A	N/A
MSCI Tadawoul	12130.83	0.31	0.86	1.37	N/A	N/A

Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	95.00	95.00	95.00	-0.47	-0.26	6.62
Solidere B	96.00	96.00	96.00	2.67	-1.03	6.73

MUST READ *(Source: Bloomberg/ Forexlive)*

Powell says he would not resign as Fed chief if Trump asked for it
Federal Reserve Chairman Jerome Powell said Thursday that he will not step down if President-elect Donald Trump asks for his resignation. When asked whether he would resign if requested to by Trump, the Fed chair simply said: "No." Powell subsequently told reporters that the president does not have the power to fire or demote him. "Not permitted under the law," Powell told reporters at a news conference, after the Fed cut interest rates by a quarter percentage point. Investors will be closely watching the president-elect's contentious relationship with the Fed chair. Trump appointed Powell in 2017, but repeatedly lashed out against the central bank chief during his first term as president, arguing Powell was not easing monetary policy quickly enough. Trump said in an October interview that the president should be able to weigh in on interest rate decisions. "I don't think I should be allowed to order it, but I think I have the right to put in comments as to whether the interest rates should go up or down," Trump told Bloomberg News at the Economic Club of Chicago on Oct. 15. As Covid-19 swept the nation in March 2020, Trump claimed the authority to remove Powell from office. The Fed chair's term ends in 2026.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Orix Corp Ads	IX US	$25.9 B	08-Nov-24	Pre-mkt	2.50	1.94
TELUS Corporatio	TU US	$23.2 B	08-Nov-24	Pre-mkt	0.17	0.19
Baxter Internatior	BAX US	$18.2 B	08-Nov-24	Pre-mkt	0.78	0.68
NRG Energy	NRG US	$18.2 B	08-Nov-24	Pre-mkt	2.05	1.62
RB Global	RBA US	$15.8 B	08-Nov-24	Pre-mkt	0.32	0.30

ECONOMIC CALENDAR

(08-11-24) EA- EU leaders summit
(08-11-24) EA- ECB's Cipollone speech
(08-11-24) GB- BoE's Pill speech
(08-11-24) CA- Unemployment Rate OCT
(08-11-24) CA- Net Change in Employment OCT; Average Hourly Wages OCT
(08-11-24) US- Michigan Consumer Sentiment Index NOV preliminar
(08-11-24) US- Fed's Bowman speech; Fed's Musalem speech

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