

Daily Market Brief

March 10th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Forexlive)

EURUSD

The EUR/USD pair gains positive traction for the second successive day on Friday and moves further away from a two-month low touched earlier this week. The momentum lifts spot prices to the 1.0600 mark during the Asian session and is sponsored by the ongoing US Dollar retracement slide from a three-month high set on Wednesday. A larger-than-expected rise in the US Weekly Jobless Claims was seen as the first sign of a softening labour market and forced investors to reassess the possibility of a 50 bps lift-off at the upcoming FOMC meeting on March 21-22.

GBPUSD

The GBP/USD pair is displaying a back-and-forth action in a narrow range of 1.1904-1.1940 continuously from the late New York session. The Cable has turned sideways as investors are awaiting the release of the U.S. Nonfarm Payrolls (NFP) and the United Kingdom's manufacturing data for fresh impetus.

USDJPY

USD/JPY is displaying a volatility contraction around 136.65 after sheer volatility inspired by the continuation of an ultra-easy monetary policy by the (BoJ). BoJ Governor Kuroda continued expansionary monetary policy as the domestic demand and wages have failed to spur inflation in the Japanese economy.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0596	1.0599	1.0579	0.14	-0.37	-1.02
GBP-USD	1.1944	1.1951	1.1908	0.16	-0.76	-1.15
USD-JPY	136.50	136.97	135.82	0.26	-0.46	-3.94
USD-CHF	0.9291	0.9342	0.9282	-0.38	0.76	-0.50
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1833.25	1834.92	1827.82	0.12	-1.25	0.51
Silver	20.06	20.14	19.90	-0.06	-5.65	-16.26
Crude Oil	74.99	75.78	74.86	-0.96	-5.89	-6.88
Bitcoin	19928.55	20487.29	19792.74	-1.47	-11.37	20.49
Etherium	1405.39	1447.56	1392.25	-1.89	-10.61	17.18
Period	1 M	3 M	12 M			
USD LIBOR *	4.76	5.12	5.88			
EURIBOR	2.57	2.94	3.94			
* USD LIBOR rates will be discontinued after June 30, 2023 and will be replaced by SOFR						
Notes/Bonds	2 Y	10 Y	30 Y			
US	4.79	3.81	3.78			
BTP - BUND	0.45	1.87	2.05			
GILTS	3.81	3.80	4.12			

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

Wall Street's three major indexes closed lower on Thursday, with bank stocks creating the biggest drag while investors also worried that Friday's jobs report could spur more aggressive interest rate hikes from the Federal Reserve.

EUROPE

European shares ended lower on Thursday, with real estate stocks leading the falls, as investors grew increasingly worried about the prospects of interest rates remaining higher for longer. Hugo Boss Drops on forecast of slowing sales growth.

ASIA

Japan's Nikkei slumped the most in almost three months on Friday, snapping a five-day winning streak, as financials tumbled after the central bank's decision to maintain stimulus settings hurt their profit outlook.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	32254.86	-1.66	-4.77	-2.69	32075.00	-0.59
S&P	3918.32	-1.85	-4.21	2.05	3898.00	-0.57
Nasdaq	11338.35	-2.05	-3.24	8.33	11984.00	-0.18
DJ EuroStoxx50	4286.12	-0.05	2.10	12.98	4208.00	-1.82
FTSE 100	7879.98	-0.63	-0.03	5.75	7761.00	-1.51
CAC 40	7315.88	-0.12	2.61	13.01	7209.00	N/A
DAX	15633.21	0.01	2.12	12.28	15399.00	-1.51
IBEX 35	9423.20	-0.45	3.35	14.51	9255.00	N/A
FTSE MIB	27710.53	-0.72	1.62	16.89	27195.00	N/A
Nikkei	28143.97	-1.67	1.71	7.85	27860.00	-1.80
Hang Seng	19925.74	-2.96	-8.75	-2.25	19366.00	-2.87
DFM General	3409.52	-0.73	-2.01	1.45	N/A	N/A
MSCI Tadawoul	10463.18	0.51	0.49	-0.15	N/A	N/A
Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	83.45	83.95	80.00	-0.95	5.63	37.03
Solidere B	81.90	81.90	81.90	2.31	3.08	35.71

MUST READ

(Source: Bloomberg/ Forexlive)

Fed's Daly says US rates likely to be higher for longer

Federal Reserve officials are converging around the need to keep US interest rates high for longer, reflecting concern about recent hotter-than-expected inflation data and worries about global economic trends that could fuel price pressures. "In order to put this episode of high inflation behind us, further policy tightening, maintained for a longer time, will probably be necessary," Mary Daly, president of the San Francisco Fed, said at Princeton University. "Restoring price stability is our mandate and it is what the American people expect. So, the FOMC remains resolute in achieving this goal" she added Daly's remarks follow a series of hawkish comments from other senior officials at the US central bank reacting to economic indicators showing that US inflation is not subsiding as rapidly as hoped. The US labour market also remains remarkably strong. In between, new data on inflation and the US jobs market could determine whether the Fed presses ahead with a new 25 basis point interest rate increase, as has long been expected, or is forced to be more aggressive and move interest rates up by 50 basis points.

MAIN WEEKLY EARNINGS

(Source: Nasdaq)

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
FedE Corporation	FDX US	\$51.1 B	16-Mar-23	After-mkt	2.64	4.59
Dollar General	DG US	\$50.3 B	16-Mar-23	Pre-mkt	2.94	2.57
KE Holdings	BEKE US	\$23.9 B	16-Mar-23	Pre-mkt	0.03	-0.12
Jabil Inc.	JBL US	\$10.9 B	16-Mar-23	Pre-mkt	1.73	1.51
Provention Bio	PRVB US	\$801.9 M	16-Mar-23	Pre-mkt	-0.31	-0.41

ECONOMIC CALENDER

(Source: Forexlive)

- (10-03-23) JP- BoJ Interest Rate Decision; BoJ Monetary Policy Statement report
- (10-03-23) DE- Harmonized Index of Consumer Prices YoY FEB
- (10-03-23) GB- Manufacturing Production JAN; Industrial Production JAN
- (10-03-23) GB- Gross Domestic Product MoM JAN; NIESR GDP Estimate (3M) FEB
- (10-03-23) EA- ECB's Panetta speech; ECB's President Lagarde speech
- (10-03-23) US- Nonfarm Payrolls FEB; Michigan Consumer Sentiment Index MAR
- (10-03-23) CA- Unemployment Rate FEB; Net Change in Employment FEB

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