

Daily Market Brief

September 11th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Forexlive)

EURUSD

The EUR/USD pair recovers some lost ground around 1.0725. The rebound of the major pair is bolstered by the downward pressure on the US Dollar. Meanwhile, the (DXY) corrects Lower to 104.70. US Treasury Secretary Janet Yellen said on Sunday that she is becoming more convinced that the US will be able to curb inflation without causing major impacts on the labor market. She added that every gauge of inflation is erasing and there was no massive wave of layoffs.

GBPUSD

The GBP/USD pair attracts some dip-buying after filling the weekly bearish gap during the Asian session on Monday and climbs further beyond the 1.2500 psychological mark, hitting a fresh daily top in the last hour. Spot prices currently trade around the 1.2520-1.2525 area, up nearly 0.50% for the day, and for now, seem to have snapped a four-day losing streak, though any meaningful recovery from a three-month low touched last Thursday still seems elusive.

USDJPY

The buying interest around the Japanese Yen (JPY) remains unabated through the Asian session on Monday and drags it to a multi-day low, around the 146.35 region in the last hour. The pair has now retreated from the highest level since November 2022, and is pressured by a combination of factors.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0735	1.0741	1.0707	0.33	-0.57	0.28
GBP-USD	1.2520	1.2527	1.2457	0.42	-0.83	3.62
USD-JPY	146.17	147.28	145.99	-1.14	0.21	-10.30
USD-CHF	0.8912	0.8927	0.8902	-0.21	-0.74	3.74
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1927.00	1928.05	1916.81	0.41	-0.81	5.65
Silver	23.08	23.14	22.91	0.67	-3.80	-3.65
Crude Oil	87.33	87.49	86.71	-0.21	2.08	11.50
Bitcoin	25831.54	26004.50	25659.18	0.05	0.63	56.18
Etherium	1612.87	1627.53	1603.38	-0.35	-0.91	34.48
Period	1 M	3 M	12 M			
USD LIBOR *	5.44	5.67	6.04			
EURIBOR	3.68	3.80	4.09			
SOFR	5.33	5.41	5.42			
Notes/Bonds	2 Y	10 Y	30 Y			
US	4.99	4.29	4.37			
BTP - BUND	0.69	1.74	2.09			
GILTS	5.07	4.42	4.70			

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

The S&P 500 closed slightly higher on Friday but well below its session high and all three of Wall Street's major averages posted weekly declines as investors worried about interest rates and waited anxiously for upcoming U.S. inflation readings. Gilead Sciences rises as BofA upgrades to 'buy'. Kroger gains on Q2 adj profit beat.

EUROPE

European stocks logged weekly losses despite gaining on Friday, as investors fretted over a worsening outlook for the economy and the trajectory of U.S. interest rates, while the focus shifts to central bank action next week. LVMH rises after seven days of declines.

ASIA

Japan's Nikkei share average reversed early gains on Monday, with a report flagging a possible early end to the Bank of Japan's (BOJ) negative interest rate policy.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	34576.59	0.22	-2.00	4.31	34657.00	0.14
S&P	4457.49	0.14	-0.15	16.10	4472.25	0.24
Nasdaq	13761.53	0.09	0.86	31.48	15356.00	0.39
DJ EuroStoxx50	4237.19	0.38	-1.95	11.69	4249.00	0.17
FTSE 100	7478.19	0.49	-0.61	0.35	7504.00	0.25
CAC 40	7240.77	0.62	-1.35	11.85	7246.50	N/A
DAX	15740.30	0.14	-0.58	13.05	15771.00	0.13
IBEX 35	9364.60	0.59	-0.74	13.80	9374.30	N/A
FTSE MIB	28233.20	0.28	-0.15	19.09	28262.00	N/A
Nikkei	32606.84	-0.54	-0.13	24.29	32210.00	-0.65
Hang Seng	18202.07	-0.87	-5.95	-8.79	18059.00	-0.46
DFM General	4067.45	0.21	0.08	21.92	N/A	N/A
MSCI Tadawoul	11154.05	-0.55	-2.36	6.45	N/A	N/A
Leb. Mkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	77.40	79.20	76.05	2.38	-0.39	27.09
Solidere B	77.60	78.00	76.10	0.13	3.95	28.58

MUST READ

(Source: Bloomberg/ Forexlive)

The Week Ahead

The August Consumer Price Index report could put some meat back on the bones for inflation hawks looking for a vigilant Federal Reserve. While the Fed is largely considered to be nearing the end of its hiking cycle, the terminal rate is still up for debate. The economic calendar next week will also feature updates on retail sales, producer prices, and jobless claims. Federal Reserve speakers are in a blackout period ahead of the FOMC meeting scheduled for September 19-20, which could give the economic reports extra weight. The Fed should support markets and may move to an easier monetary stance as the calendar moves into the new year. However, noted that the economic image may need to worsen before the Federal Reserve shows more apparent signs that the pivot is near. Oracle and Adobe are the most notable earnings reports next week. Key events include Apple's Wonderlust iPhone reveal, the Salesforce Dreamforce Conference, and the Senate's first AI Insight Forum. The start of the Google monopoly trial will also capture plenty of headlines. The trial marks the first major tech antimonopoly case in the U.S. in several decades.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Oracle Corporatio	ORCL US	\$334.2 B	11-Sep-23	After-mkt	0.90	0.81
Caseys General S	CASY US	\$8.9 B	11-Sep-23	After-mkt	3.36	4.09
Burford Capital	BUR US	\$3.1 B	13-Sep-23	Pre-mkt	0.32	N/A
Adobe Inc	ADBE US	\$258.3 B	14-Sep-23	After-mkt	3.17	2.63
Copart, Inc.	CPRT US	\$42.5 B	14-Sep-23	After-mkt	0.31	0.28

ECONOMIC CALENDAR

(12-09-23) GB-BoE's Mann speech
(12-09-23) GB- employment Change JUL; Claimant Count Change, Rate AUG
(12-09-23) GB- ILO Unemployment Rate (3M) JUL
(12-09-23) DE- ZEW Survey - Current Situation, Economic Sentiment SEP
(13-09-23) GB- Industrial Production JUL; Manufacturing Production JUL
(13-09-23) GB- Gross Domestic Product MoM JUL
(13-09-23) US- Consumer Price Index AUG; Consumer Price Index ex Food & Energy

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