

Daily Market Brief

October 11th 2024



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EURUSD

The EUR/USD pair is trading defensively around 1.0935, influenced by stronger US inflation data that supports the Greenback and limits the pair's upside potential. Following the hotter-than-expected CPI and job reports, the likelihood of gradual rate cuts by the US Federal Reserve has increased, with an 83.3% chance of a 25 basis point cut in November. The ECB is expected to implement two rate cuts this year amid economic slowdown concerns, which could further pressure the Euro, with key inflation data from Germany also on the horizon.

GBPUSD

The GBP/USD pair is struggling to gain momentum after a slight bounce from a one-month low around 1.3020, remaining flat in the mid-1.3000s during the Asian session. Despite signs of weakness in the US labor market and expectations of continued interest rate cuts by the Federal Reserve, geopolitical risks, particularly from ongoing Middle East conflicts, are supporting the US Dollar and capping gains for the GBP/USD pair.

USDJPY

The JPY is declining slightly during the Asian session as investors scale back expectations for rate hikes by the Bank of Japan, supported by a positive risk tone ahead of Japan's snap election. The USD remains range-bound below a two-month peak, with signs of labor market weakness suggesting continued rate cuts by the Federal Reserve, though stronger inflation data limit aggressive USD bets ahead of the Producer Price Index release.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0933	1.0941	1.0923	-0.01	-0.37	-0.96
GBP-USD	1.3047	1.3067	1.3046	-0.09	-0.57	2.48
USD-JPY	148.65	148.80	148.41	0.05	0.03	-5.12
USD-CHF	0.8571	0.8581	0.8562	0.01	0.15	-1.83
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	2644.38	2646.11	2628.20	0.56	-0.35	28.18
Silver	31.22	31.35	31.07	0.20	-3.03	31.22
Crude Oil	75.58	75.88	75.35	-0.36	1.61	6.98
Bitcoin	60576.68	60717.51	59634.81	1.42	-3.27	42.51
Etherium	2405.95	2414.69	2360.20	1.67	-1.34	5.42
Period	1M	3M	6M	12M		
SOFR (\$)	4.80	4.66	4.45	4.15		
ESTR (€)	2.57	3.14	2.93	2.57		
SONIA (£)	4.93	4.78	4.63	4.37		
SARON (F)	0.93	0.83	0.71	0.57		
TONAR (¥)	0.22	0.19	0.13	0.07		

Rates

U.S. Federal Fund Target Rate	5.00
ECB Main Refinancing Operation Announcement Rate	3.65
ECB Deposit Facility Announcement Rate	3.50
ECB Marginal Lending Facility Announcement Rate	3.90
BOE Official Bank Rate	5.00

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

Stocks declined Thursday, with the S&P 500 and Dow Jones Industrial Average falling from records as economic data pointed to stubborn inflation. After the hot CPI, concerns mount that the Federal Reserve may slow the pace of future cuts, and ahead of the central bank's first policy meeting after September's supersized move.

EUROPE

European markets slipped Thursday as investors digested fresh U.S. inflation data, which came in above expectations. The German government forecast the country's first two-year recession in almost two decades.

ASIA

Asia-Pacific markets mostly rose Friday, breaking ranks with Wall Street's overnight session which saw key benchmarks slide as investors digested a sticky U.S. inflation report. Mainland China's CSI 300 blue chip index was down 2.1%, as the stimulus-fueled rally continues to lose steam. Hong Kong markets were closed Friday for a public holiday.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	42454.12	-0.14	3.90	12.64	42731.00	-0.19
S&P	5780.05	-0.21	4.07	21.18	5828.00	-0.23
Nasdaq	18282.05	-0.05	5.10	21.79	20421.00	-0.21
DJ EuroStoxx50	4970.34	-0.25	4.34	9.93	4995.00	-0.26
FTSE 100	8237.73	-0.07	0.53	6.52	8291.50	0.06
CAC 40	7541.59	-0.24	1.96	-0.02	7581.50	-0.29
DAX	19210.90	-0.23	4.80	14.68	19352.00	-0.23
IBEX 35	11656.70	-0.72	3.35	15.39	11664.30	-0.80
FTSE MIB	34077.42	0.43	2.72	12.28	33942.00	0.40
Nikkei	39380.89	0.50	11.12	18.27	39610.00	0.81
Hang Seng	21251.98	2.98	24.22	24.66	21274.00	3.13
DFM General	4437.56	0.34	2.10	9.30	N/A	N/A
MSCI Tadawoul	11994.22	0.56	1.94	0.22	N/A	N/A

Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	93.00	93.00	91.75	0.81	-0.16	4.38
Solidere B	90.90	90.90	90.90	-1.20	-3.40	1.06

MUST READ

(Source: Bloomberg/ Forexlive)

Plurilock and CrowdStrike Partner to Secure Critical Infrastructure and Organizations

Plurilock Security Inc., a global cybersecurity provider, has partnered with CrowdStrike to enhance protection for critical infrastructure against modern threats using the AI-native CrowdStrike Falcon platform. This collaboration will help Plurilock's clients, who face sophisticated attacks, by providing advanced, real-time cybersecurity solutions to safeguard their vital assets. The collaboration aims to address the surging threat environment faced by enterprise customers of key importance to world democracies. By utilizing the Falcon platform, Plurilock can consolidate point products, reduce complexity, and deliver comprehensive visibility and real-time protection across enterprises. Both companies bring deep expertise in AI and cybersecurity to this partnership, with Plurilock originating as an AI cybersecurity research spin-out and CrowdStrike offering the world's most advanced AI-native cybersecurity platform.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Wells Fargo & co	WFC US	\$ 196.57B	11-Oct-24	Pre-mkt	1.28	1.39
JPMorgan Chase & Co	JPM US	\$ 605.56B	11-Oct-24	Pre-mkt	4.01	4.33
Blackrock Inc	BLK US	\$ 141.55B	11-Oct-24	Pre-mkt	10.27	10.91
Bank of New York	BK US	\$ 54.94B	11-Oct-24	Pre-mkt	1.41	1.27
Bank of America	BAC US	\$ 310.15B	15-Oct-24	Pre-mkt	0.76	0.90

ECONOMIC CALENDAR

(11-10-24) DE - CPI YoY / MoM
(11-10-24) UK - Industrial Production MoM / YoY
(11-10-24) CA - Net Change in Employment / Unemployment Rate
(11-10-24) US - U. of Mich. Sentiment
(15-10-24) JP - Industrial Production MoM / YoY
(15-10-24) UK - ILO Unemployment Rate 3Mths
(15-10-24) FR - CPI MoM / YoY

CONTACT

Banque BEMO sal
Asset Management Unit

Ashrafieh, Elias Sarkis Ave., BEMO Bldg, 4th Floor
P.O.Box 16-6353 Beirut, Lebanon
Tel: +961 1 325405/6/7/9

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