Daily Market Brief

November 12th 2024

FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EUR/USD

The EUR/USD pair continues to decline, pressured by concerns over US fiscal policies under President-Elect Trump, potential aggressive ECB rate cuts, and political uncertainty in Germany. Meanwhile, the US Dollar strengthens due to expectations of a more hawkish Fed, with traders focusing on upcoming economic data from both the Eurozone and the US for clues on future monetary policy.

GBP/USD

The GBP/USD pair continues to decline, trading near 1.2840, with the US Dollar strengthened by ongoing Trump trade optimism. Investors are focusing on UK employment data, which may influence the Bank of England's upcoming policy decisions, while the potential for Trump administration policies could further support the USD, with traders awaiting key US economic reports later in the week.

USD/JPY

The Japanese Yen has recovered slightly against the US Dollar, with the USD/JPY pair dipping to the mid-153.00s, amid speculation of potential Japanese government intervention in the currency market. However, the Yen's upside remains limited due to uncertainty over the Bank of Japan's rate-hike plans, a fragile Japanese government, and concerns about the impact of President-elect Trump's policies, which may continue to support the US Dollar and keep JPY appreciation in check.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0632	1.0663	1.0629	-0.22	-2.73	-3.69
GBP-USD	1.2816	1.2874	1.2816	-0.40	-1.73	0.67
USD-JPY	153.78	154.06	153.41	0.04	-1.40	-8.28
USD-CHF	0.8819	0.8821	0.8793	0.15	-2.11	-4.59

Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	2606.40	2627.19	2603.55	-0.47	-5.01	26.34
Silver	30.35	30.79	30.23	-1.08	-7.06	27.55
Crude Oil	67.95	68.32	67.75	-0.13	-5.61	-3.34
Bitcoin	89757.14	89854.95	86523.39	1.98	18.16	111.15
Etherium	3384.27	3387.06	3255.15	1.71	16.95	48.28

Period	1M	3M	6M	12M
SOFR ($)	4.62	4.52	4.40	4.22
ESTR (€)	2.27	2.96	2.64	2.27
SONIA (£)	4.71	4.69	4.59	4.42
SARON (F)	0.93	0.69	0.54	0.37
TONAR (¥)	0.22	0.22	0.16	0.09

	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 Dow Jones Industrial Average surged more than 300 points on Monday and closed at a record high above 44,000 for the first time, as the benchmark's postelection rally pressed forward. JPMorgan Chase and Goldman Sachs popped 1% and 2.2%, respectively, to lead the Dow higher. Tesla soared more than 9%, also adding to its postelection gain.

EUROPE

European stocks closed higher on Monday, starting a data-packed week on a positive footing as investors assessed what Donald Trump's presidency could mean for markets. Investors will scrutinize a fresh batch of economic data this week, including inflation readings in Germany and the U.S. and U.K. gross domestic product.

ASIA

Asia-Pacific markets fell Tuesday, with investors exercising caution even as U.S. stocks continued their postelection rally, with key benchmarks closing at record highs. Traders in Asia-Pacific also assessed economic data from the region.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	44293.13	0.69	3.33	17.52	44385.00	0.56
S&P	6001.35	0.10	3.20	25.82	6024.00	-0.02
Nasdaq	19298.76	0.06	5.21	28.56	21204.75	-0.13
DJ EuroStoxx50	4854.03	1.07	-3.00	7.36	4824.00	0.27
FTSE 100	8125.19	0.65	-1.56	5.07	8103.50	0.24
CAC 40	7426.88	1.20	-1.99	-1.54	7431.50	1.21
DAX	19448.60	1.21	0.39	16.10	19370.00	0.47
IBEX 35	11597.30	0.40	-1.05	14.80	11599.80	0.43
FTSE MIB	34343.83	1.56	0.10	13.15	34094.00	1.57
Nikkei	39533.32	-0.40	-0.58	17.67	39400.00	-0.23
Hang Seng	20426.93	-3.03	-6.79	16.20	19817.00	-3.70
DFM General	4652.43	0.43	5.22	15.09	N/A	N/A
MSCI Tadawoul	12106.41	0.03	0.94	1.16	N/A	N/A

Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	95.80	96.40	95.20	0.05	0.84	7.52
Solidere B	96.00	96.00	96.00	0.00	1.05	6.73

MUST READ

(Source: Bloomberg/ Forexlive)

Bitcoin tops $89,000 as crypto euphoria over Trump win shows no sign of waning

Bitcoin surged to a new high of $89,174 on Monday, reflecting a broader rally in cryptocurrencies following Donald Trump's election victory. Ether also gained more than 7%, reaching $3,371, while other tokens like Cardano and Dogecoin saw significant increases. Bitcoin-related stocks like Coinbase and MicroStrategy also saw strong gains. The rally is attributed to the market's optimism following Trump's promises to support the crypto industry, including plans to make the U.S. the "crypto capital of the world" and overturn crypto regulations, such as removing SEC Chairman Gary Gensler. Trump's shift in stance on crypto has fueled speculation that a more favorable regulatory environment could be on the horizon, boosting investor confidence. The market has seen large inflows into crypto exchange-traded funds, particularly in Bitcoin and Ethereum, following the election, further driving up prices. Some analysts predict that Bitcoin could reach $100,000 by the end of the year. Overall, the crypto market's current rise is linked to growing expectations that the U.S. will adopt a more crypto-friendly regulatory stance under Trump's potential presidency.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Tyson Foods Inc	TSN US	$ 20.52B	12-Nov-24	Pre-mkt	0.72	0.37
Home Depot	HD US	$ 405.55B	12-Nov-24	Pre-mkt	3.65	3.81
Spotify Technolog	SPOT US	$ 80.40B	12-Nov-24	Aft-mkt	1.69	0.33
Occidental Petrol	OXY US	$ 46.01B	12-Nov-24	Aft-mkt	0.76	1.18
Cisco Systems Inc	CSCO US	$ 233.7B	13-Nov-24	Aft-mkt	0.87	1.11

ECONOMIC CALENDAR

(12-11-24) GE - CPI YoY / MoM
(12-11-24) UK - ILO Unemployment Rate 3Mths
(12-11-24) UK - Jobless Claims Change
(12-11-24) DE - ZEW Survey Expectations
(12-11-24) US - NY Fed 1-Yr Inflation Expectations
(13-11-24) JP - PPI YoY / MoM
(13-11-24) US - CPI MoM / Core / YoY

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