

# Daily Market Brief

October 13 2023



## FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

### EURUSD

EUR/USD is trading close to 1.0550, finding support in the vicinity of the weekly low near 1.0520 heading into early Europe on Friday. The pair takes advantage of the broad retreat in the US Dollar and the bond yields, despite a downbeat mood. Lagarde speech and US data are in focus.

### GBPUSD

On October 12, the GBP/USD pair is experiencing downward pressure, shedding 0.66% to settle at around 1.22307, influenced by the recently unveiled robust US CPI metrics. The overall trend for the GBP/USD is tilted bearish as long as the pair remains below the 1.22644 mark. In the short-term, traders might witness the pair aiming for the key resistance levels in the upcoming sessions.

### USDJPY

USD/JPY aims to snap the three-day winning streak, trading around 149.80 during the Asian session on Friday, aligned to the major support level at 150.00. The pair received upward support due to the slew of upbeat economic data from the United States.

| Fx rates    | Last     | High     | Low      | % Daily | % Weekly | % YTD  |
|-------------|----------|----------|----------|---------|----------|--------|
| EUR-USD     | 1.0542   | 1.0551   | 1.0528   | 0.13    | -0.42    | -1.52  |
| GBP-USD     | 1.2194   | 1.2208   | 1.2175   | 0.16    | -0.35    | 0.92   |
| USD-JPY     | 149.70   | 149.83   | 149.57   | -0.07   | -0.25    | -12.41 |
| USD-CHF     | 0.9073   | 0.9088   | 0.9064   | -0.12   | 0.28     | 1.90   |
| Commodities | Last     | High     | Low      | % Daily | % Weekly | % YTD  |
| Gold        | 1876.46  | 1878.08  | 1868.79  | 0.40    | 2.37     | 2.87   |
| Silver      | 22.02    | 22.04    | 21.81    | 0.87    | 1.93     | -8.08  |
| Crude Oil   | 83.73    | 83.83    | 83.35    | 0.99    | 1.14     | 7.61   |
| Bitcoin     | 26797.74 | 26863.91 | 26706.67 | 0.22    | -4.03    | 62.02  |
| Etherium    | 1539.56  | 1547.20  | 1533.85  | 0.23    | -5.96    | 28.36  |
| Period      | 1 M      | 3 M      | 12 M     |         |          |        |
| USD LIBOR * | 5.45     | 5.66     | 6.04     |         |          |        |
| EURIBOR     | 3.87     | 3.95     | 4.15     |         |          |        |
| SOFR        | 5.33     | 5.39     | 5.37     |         |          |        |
| Notes/Bonds | 2 Y      | 10 Y     | 30 Y     |         |          |        |
| US          | 5.04     | 4.66     | 4.82     |         |          |        |
| BTP - BUND  | 0.86     | 1.98     | 2.25     |         |          |        |
| GILTS       | 4.85     | 4.42     | 4.86     |         |          |        |

## INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

### UNITED STATES OF AMERICA

U.S. stocks slipped Thursday after the clamps tightened on Wall Street from rising yields in the bond market. Yields had already been on the rise in the morning following a report that showed inflation at the consumer level was a touch higher last month than economists expected. That raises worries about the Federal Reserve keeping its main interest rate high for a long time, as it tries to drive down inflation.

### EUROPE

London stocks led European trading higher on Thursday after data showed the U.K. returned to economic growth in August even as weakness in corners of the economy remained—though that could spur more dovish policy from the Bank of England. European stock markets closed higher Thursday as they built on positive global momentum this week.

### ASIA

Hong Kong stocks fall more than 2%, leading losses in the wider Asia-Pacific markets fell as investors digest China's inflation and trade data for September.

| Index          | Close      | % Daily | % M   | YTD     | Futures  | % Change |
|----------------|------------|---------|-------|---------|----------|----------|
| DJIA           | 33631.14   | -0.51   | -2.73 | 1.46    | 33811.00 | 0.07     |
| S&P            | 4349.61    | -0.62   | -2.64 | 13.29   | 4381.50  | 0.04     |
| Nasdaq         | 13574.22   | -0.63   | -1.73 | 29.69   | 15309.75 | -0.01    |
| DJ EuroStoxx50 | 4198.23    | -0.06   | -0.60 | 10.67   | 4202.00  | -0.33    |
| FTSE 100       | 7644.78    | 0.32    | 1.58  | 2.59    | 7666.50  | -0.16    |
| CAC 40         | 7104.53    | -0.37   | -1.63 | 9.74    | 7080.50  | N/A      |
| DAX            | 15425.03   | -0.23   | -1.46 | 10.78   | 15490.00 | -0.30    |
| IBEX 35        | 9336.00    | -0.26   | -0.93 | 13.45   | 9339.70  | N/A      |
| FTSE MIB       | 28493.35   | 0.26    | 0.04  | 20.19   | 28476.00 | N/A      |
| Nikkei         | 32494.66   | -0.71   | -1.35 | 23.64   | 32260.00 | -1.16    |
| Hang Seng      | 18238.21   | -2.34   | -1.10 | -9.96   | 17826.00 | -2.42    |
| DFM General    | 4057.20    | -0.61   | 0.16  | 21.62   | N/A      | N/A      |
| MSCI Tadawoul  | 10586.22   | 0.13    | -4.82 | 1.03    | N/A      | N/A      |
| Leb. Mrkts     | Closing Px | High    | Low   | % Daily | % Weekly | YTD      |
| Solidere A     | 75.75      | 76.00   | 75.25 | -1.43   | -2.13    | 24.38    |
| Solidere B     | 74.25      | 76.00   | 74.10 | -2.50   | -3.82    | 23.03    |

## MUST READ

(Source: Bloomberg/ Forexlive)

### US Corporate bankruptcies 2023

U.S. bankruptcy filings continued to mount in September, leaving 2023 on track to potentially surpass 2020 as the worst year for corporate bankruptcies in more than a decade. S&P Global Market Intelligence recorded 62 bankruptcy filings in September, bringing the total for the third quarter to 182, up from 157 during the second quarter. That brings the total for 2023 so far to 516. And a slight acceleration in the pace of filings heading into the end of the year could feasibly push the total for 2023 past the total for 2020, which would make 2023 the worst year for corporate bankruptcies since 2010, when 827 companies sought protection from creditors. Concerns that the U.S. economy could tilt into recession re-emerged during the quarter as yields on long-dated Treasuries climbed to their highest levels in 16 years, while the Federal Reserve signaled it planned to keep interest rates higher for longer. A team from Goldman Sachs Group warned earlier this week that nearly half of all publicly-traded companies in the U.S. are unprofitable, leaving them particularly vulnerable to rising rates.

## MAIN WEEKLY EARNINGS

| Company                          | Ticker | Market Cap | Date      | Time    | Estimate | Year Ago |
|----------------------------------|--------|------------|-----------|---------|----------|----------|
| JPMorgan Chase & Co.             | JPM US | 416.59 B   | 13-Oct-23 | Pre-mkt | 3.84     | 3.12     |
| Blackrock Inc                    | BLK US | 95.65 B    | 13-Oct-23 | Pre-mkt | 8.50     | 9.55     |
| Citigroup Inc                    | C US   | 78.13 B    | 13-Oct-23 | Pre-mkt | 1.23     | 1.50     |
| Wells Fargo & Co.                | WFC US | 142.93 B   | 13-Oct-23 | Pre-mkt | 1.24     | 1.30     |
| PNC Financial Services Group Inc | PNC US | 48.88 B    | 13-Oct-23 | Pre-mkt | 3.11     | 3.78     |

## ECONOMIC CALENDAR

(13-10-23) FR - CPI YoY  
(13-10-23) US - Import Price Index MoM  
(13-10-23) US - University of Michigan Sentiment  
(13-10-23) JP - Industrial Production MoM / YoY  
(16-10-23) JP - Industrial Capacity MoM  
(16-10-23) IT - CPI EU Harmonized YoY  
(16-10-23) US - Empire Manufacturing

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