

# Daily Market Brief

March 14th 2023



## FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Forexlive)

### EURUSD

The EUR/USD pair is gauging a cushion near the round-level support of 1.0700 in the Asian session. The major currency pair has corrected from 1.0740 after exhaustion in the upside momentum. The shared currency pair is expected to remain on the tenterhooks ahead of the release of the United States Consumer Price Index (CPI) data.

### GBPUSD

The GBP/USD pair has stretched its correction to near 1.2150 in the Asian session. The corrective move from the round-level resistance of 1.2200 has extended as anxiety among investors is soaring ahead of the release of the United Kingdom labor market data and United States Consumer Price Index (CPI) figures.

### USDJPY

USD/JPY rebounded after hitting the monthly low of 132.34. The short covering just comes ahead of the US Consumer Price Index (CPI) release. The corrective downfall in USD/JPY was started earlier this week on the back of falling US Treasury bond yields.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0700	1.0735	1.0694	-0.29	1.43	-0.05
GBP-USD	1.2164	1.2188	1.2145	-0.16	2.82	0.67
USD-JPY	133.56	134.03	133.03	0.26	2.70	-1.83
USD-CHF	0.9133	0.9145	0.9106	0.15	3.12	1.23
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1907.88	1914.12	1901.56	-0.30	5.21	4.60
Silver	21.79	21.92	21.62	-0.04	8.56	-9.02
Crude Oil	74.05	74.90	73.74	-1.00	-4.55	-8.05
Bitcoin	24474.82	24909.45	24039.60	0.99	21.01	47.98
Etherium	1681.14	1701.00	1667.77	0.53	17.36	40.17
Period	1 M	3 M	12 M			
USD LIBOR *	4.80	5.14	5.74			
EURIBOR	2.63	2.98	3.95			
* 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	4.01	3.54	3.67			
BTP - BUND	0.64	1.92	2.10			
GILTS	3.36	3.37	3.84			

## INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

### UNITED STATES OF AMERICA

Sliding bank shares dragged Wall Street down on Monday with investors worried about contagion from the Silicon Valley Bank collapse, but trade was choppy and the Nasdaq composite actually ended higher as some sectors benefited from hopes the Federal Reserve could ease up on interest rates hikes.

### EUROPE

European stocks logged their steepest one-day fall this year on Monday on continued drag from banking stocks even as authorities stepped in to limit the fallout from the sudden collapse of Silicon Valley Bank.

### ASIA

China and Hong Kong stocks saw their best day since March on Monday, tracking gains in global peers after U.S. authorities stepped in to limit the fallout from the collapse of Silicon Valley Bank (SVB).

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	31819.14	-0.28	-6.66	-4.01	31859.00	0.09
S&P	3855.76	-0.15	-6.78	0.42	3863.25	0.15
Nasdaq	11188.84	0.45	-6.45	6.90	11957.25	0.19
DJ EuroStoxx50	4096.54	-3.14	-3.36	7.98	4098.00	-0.05
FTSE 100	7548.63	-2.58	-5.09	1.30	7527.50	-0.25
CAC 40	7011.50	-2.90	-2.80	8.31	7014.00	N/A
DAX	14959.47	-3.04	-2.74	7.44	14985.00	0.03
IBEX 35	8958.90	-3.51	-3.29	8.87	8975.50	N/A
FTSE MIB	26183.54	-4.03	-4.78	10.45	26239.00	N/A
Nikkei	27832.96	-2.19	-1.38	4.32	26920.00	-2.64
Hang Seng	19695.97	-1.62	-8.22	-2.04	19372.00	-1.21
DFM General	3354.33	-0.32	-3.34	0.23	N/A	N/A
MSCI Tadawoul	10305.09	-0.76	-1.82	-1.65	N/A	N/A
Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	82.85	84.00	80.00	3.56	2.09	36.04
Solidere B	83.05	83.90	81.00	2.03	3.62	37.61

## MUST READ

(Source: Bloomberg/ Forexlive)

### A major 'shark attack' is coming for stocks

A major "shark attack" is coming for the stock market and it means losses for investors who still think they're still dealing with the old economic and market cycle, according to Charles Schwab's chief global investment strategist Jeffrey Kleintop. "The oceans are filled with resources and opportunities, but they also hold risks - like sharks," Kleintop said in a note, warning that markets are headed into a new cycle. Though a recession hasn't been officially declared, Kleintop believes a downturn began forming in 2022, spelling trouble for investors, as indicators point to the stock market entering a new phase. Though US equities have outperformed international shares over the past decade, that's starting to turn change, with the MSCI EAFE index showing stocks in Europe, Australia, and East Asia gaining 6% since the start of the year. Meanwhile, gains on the MSCI USA relative to the MSCI EAFE index are lagging. "Each recession reverses the relative performance of US and international stocks," Kleintop said an inversion that could take a bite out of investors' portfolios if they aren't aware of the new leadership in markets, he warned. The shift could be explained by the fact that financial conditions are inverted from what they were several years ago. After the COVID-19 pandemic, the government doled out stimulus cash and the Fed flooded markets with ample liquidity, which allowed tech and growth stocks to thrive. But stimulus checks have largely been spent, economists say, and the Fed is scrambling to flush liquidity out of the market as inflation remains high. "Many investors are focusing on trying to determine if the bear market is over-but they could be missing the shift in leadership that may have already begun Kleintop said. "A major shark attack is underway that could take a big bite out of unprepared investors portfolios. Those who haven't rebalanced-trimming what had been outperforming and buying what had been lagging-could be especially at risk," he warned, adding that market cycles typically lasted for years.

## MAIN WEEKLY EARNINGS

(Source: Nasdaq)

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
FedEx 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)

- (14-03-23) GB- ILO Unemployment Rate (3M) JAN; Claimant Count Change, Rate FEB
- (14-03-23) GB- Average Earnings Including, Excluding Bonus (3Mo/Yr) JAN
- (14-03-23) EA- EcoFin Meeting
- (14-03-23) US- Consumer Price Index ex Food & Energy YoY FEB
- (14-03-23) US- Consumer Price Index FEB
- (15-03-23) EA- Industrial Production S.a. MoM JAN
- (15-03-23) US- Retail Sales MoM FEB; Retail Sales Control Group FEB

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