

Daily Market Brief

November 14th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EURUSD

The EUR/USD pair oscillates around 1.0695–1.0755 in a narrow trading band during the early European session on Tuesday. Traders prefer to wait on the sidelines ahead of key data from the Eurozone and the US. These figures could trigger volatility in the market in the near term. The major pair currently trades around 1.0695, losing 0.02% for the day.

GBPUSD

GBP/USD trades lower around 1.2270 during the Asian session on Tuesday, snapping a two-day winning streak. The pair faces minor pressure ahead of the employment data from the United Kingdom (UK) due to be released later in the day. (BoE) policymakers Huw Pill and Katherine Mann expressed concerns about the potential cumulative effect of higher interest rates in the ongoing battle against persistent inflation. Fearing a deepening recession, they are expected to endorse earlier rate cuts.

USDJPY

The USD/JPY pair consolidates its recent losses during the Asian session on Tuesday. The pair trims losses after plunging nearly 70 pips in late Monday on the speculations about a potential intervention in FX markets by Japanese authorities.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0697	1.0702	1.0693	-0.01	-0.03	-0.07
GBP-USD	1.2273	1.2281	1.2266	-0.05	-0.22	1.57
USD-JPY	151.71	151.78	151.62	-0.01	-0.88	-13.57
USD-CHF	0.9023	0.9026	0.9010	0.08	-0.24	2.46
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1945.82	1948.45	1943.81	-0.06	-1.20	6.68
Silver	22.33	22.40	22.30	0.02	-1.35	-6.78
Crude Oil	78.47	78.71	78.37	0.27	1.42	1.50
Bitcoin	36664.78	36679.39	36212.43	0.47	0.34	121.68
Etherium	2060.40	2071.77	2032.37	0.02	0.06	71.79
Period	1 M	3 M	12 M			
USD LIBOR *	5.44	5.64	6.04			
EURIBOR	3.83	3.99	4.04			
SOFR	5.32	5.38	5.33			
Notes/Bonds	2 Y	10 Y	30 Y			
US	5.04	4.63	4.74			
BTP - BUND	0.69	1.85	2.13			
GILTS	4.66	4.31	4.74			

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

The S&P 500 closed Monday's session slightly lower as investors held their breath before a crucial inflation reading that could provide clues as to how long the U.S. Federal Reserve will keep interest rates elevated. Boeing up on report China plans to end 737 deal freeze.

EUROPE

European shares rose in a broad-based rally on Monday, with investors awaiting data this week for clarity on the economic outlook as major central banks advocate tight monetary policy. Siemens Energy set for \$16 bln guarantee deal. Landlord SBB slides as Q3 loss widens.

ASIA

China stocks struggled for direction on Tuesday as lending data in October signalled soft credit demand, adding to signs that the recovery process in the world's second-largest economy was still complicated, while Hong Kong shares dropped.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	34337.87	0.16	1.98	3.59	34371.00	-0.03
S&P	4411.55	-0.08	1.94	14.90	4427.00	0.04
Nasdaq	13767.74	-0.22	2.69	31.54	15572.00	0.16
DJ EuroStoxx50	4232.19	0.83	2.32	11.56	4239.00	-0.05
FTSE 100	7425.83	0.89	-2.29	-0.35	7426.50	-0.14
CAC 40	7087.06	0.60	1.19	9.47	7089.50	N/A
DAX	15345.00	0.73	1.04	10.21	15393.00	0.01
IBEX 35	9461.70	0.96	2.48	14.98	9467.40	N/A
FTSE MIB	28925.26	1.48	2.44	22.01	28794.00	N/A
Nikkei	32585.11	0.34	1.18	25.30	32720.00	0.46
Hang Seng	17426.21	-0.01	-2.18	-11.91	17446.00	-0.19
DFM General	3982.93	-0.01	0.44	19.38	N/A	N/A
MSCI Tadawoul	10789.75	-0.41	1.92	2.97	N/A	N/A
Leb. Mkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	68.50	69.90	67.50	-1.58	0.07	12.48
Solidere B	68.00	68.50	68.00	3.03	3.74	12.68

MUST READ

(Source: Bloomberg/ Forexlive)

Traders Bet on Big Tech Stocks to Ride Out End of Rate-Hike Cycle

As the Big Tech hype cycle powered on, stock-market distortions on an epic scale were on full display, underscoring growing divisions between the haves and the have-nots across Corporate America. While the Nasdaq 100 soared as Microsoft Corp. hit records and Nvidia Corp. surged anew, the enduring party in the blue-chip mega caps belies dispiriting performance across a slew of equity investment strategies sensitive to the economic cycle. Value stocks slid, small companies plunged and shares targeted by short sellers had their worst run since March. Amid the churn was evidence that credit angst continues to dog Wall Street. Firms with the strongest balance sheets beat their shakier counterparts by the most in around four months, while high-yield bonds declined. Taken together, the market swings show investors remain profoundly confused as to how the most aggressive interest-rate cycle in four decades will play out in earnings, the economy and corporate valuations. Yet all that angst is masked by the seemingly relentless advance in headline market-cap-weighted indexes thanks to Big Tech euphoria. "We rally after Powell decides he's closer to done even though it's been obvious for months," said Steve Sosnick, chief strategist at Interactive Brokers. "We sell off a little after he recalibrates, then rip higher anyway."

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Home Depot, Inc.	HD US	\$294.7 B	14-Nov-23	Pre-mkt	3.81	4.24
Sea Limited	SE US	\$25.1 B	14-Nov-23	Pre-mkt	0.23	-1.02
Cisco Systems	CSCO US	\$216.1 B	15-Oct-23	After-mkt	0.91	0.77
Palo Alto Network	PANW US	\$73.1 B	15-Nov-23	After-mkt	0.48	0.12
Target Corporatio	TGT US	\$49.2 B	15-Nov-23	Pre-mkt	1.47	1.54

ECONOMIC CALENDAR

(14-11-23) GB- Employment Change SEP; Claimant Count Change, Rate OCT
(14-11-23) GB- ILO Unemployment Rate (3M) SEP
(14-11-23) GB- Average Earnings Including/Excluding Bonus (3Mo/Yr) SEP
(14-11-23) CH- SNB's Chairman Jordan speech
(14-11-23) EA- Gross Domestic Product QoQ, YoY Q3 preliminar
(14-11-23) DE- ZEW Survey - Current Situation NOV - Economic Sentiment NOV
(14-11-23) US- Consumer Price Index OCT; Consumer Price Index ex Food & Energy

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