Daily Market Brief

November 14th 2024

FOREIGN EXCHANGE MARKETS *(Sources: Bloomberg / Reuters)*

EUR/USD

EUR/USD continues its decline, hitting fresh yearly lows as the US Dollar strengthens, driven by "Trump trades," with traders awaiting Eurozone GDP data and speeches from ECB President Lagarde and Fed Chair Powell. Meanwhile, the US Dollar Index remains strong at 106.60, bolstered by rising US Treasury yields and steady inflation data, with the October Consumer Price Index meeting market expectations.

GBP/USD

GBP/USD continues to decline, nearing 1.2685, as the US Dollar rallies to its highest level since November 2023, with traders awaiting comments from Bank of England Governor Andrew Bailey. US inflation data aligns with expectations, supporting a potential Federal Reserve rate cut in December, while the BoE remains cautious, with traders expecting only modest rate cuts by 2025, putting the UK central bank behind its peers.

USD/JPY

The Japanese Yen continues to weaken as the US Dollar strengthens, pushing the USD/JPY pair above 156.00 for the first time since July, with market concerns over Japan's political landscape and potential US trade tariffs weighing on the JPY. Elevated US Treasury yields, driven by expectations of inflation from Trump's policies, further bolster the USD, while traders await US economic data for further direction amid concerns of potential Japanese market intervention.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0548	1.0569	1.0535	-0.15	-2.38	-4.45
GBP-USD	1.2690	1.2716	1.2673	-0.14	-2.29	-0.32
USD-JPY	155.85	156.14	155.35	0.25	-1.87	-9.50
USD-CHF	0.8869	0.8879	0.8842	0.14	-1.63	-5.13
Commodities	**Last**	**High**	**Low**	**% Daily**	**% Weekly**	**% YTD**
Gold	2552.63	2581.42	2552.19	-0.79	-5.69	23.74
Silver	29.85	30.43	29.85	-1.50	-6.80	25.45
Crude Oil	68.02	68.35	67.92	-0.60	-6.00	-3.24
Bitcoin	89821.54	90630.81	88462.67	1.34	17.46	111.31
Etherium	3208.84	3241.77	3143.45	1.72	4.24	40.60

Period	1M	3M	6M	12M
SOFR ($)	4.61	4.52	4.44	4.32
ESTR (€)	2.27	2.94	2.63	2.27
SONIA (£)	4.71	4.69	4.60	4.46
SARON (F)	0.90	0.67	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 S&P 500 and the Dow Jones Industrial Average ended Wednesday's session near the flatline as the postelection rally lost some steam. Traders also contemplated a key inflation report that was in line with expectations. Other notable economic data releases later this week include the producer price index data and retail sales numbers, which will be announced Thursday and Friday.

EUROPE

European stocks closed lower on Wednesday, with global markets assessing the latest U.S. inflation data. Most sectors pulled back, with tech stocks falling 1.2% while oil and gas stocks added 1.3%.

ASIA

Asia-Pacific markets traded mixed on Thursday after the U.S. October consumer price index reading reinforced expectations that the Fed would cuts rates again in December. Japanese yen appreciated slightly against the U.S. dollar to 155.36 on Thursday, after falling below the 155 benchmark overnight, hovering near the lowest level in over four months.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	43958.19	0.11	2.07	16.63	44047.00	-0.06
S&P	5985.38	0.02	2.14	25.48	6007.75	-0.09
Nasdaq	19230.72	-0.26	3.93	28.11	21110.00	-0.37
DJ EuroStoxx50	4740.34	-0.09	-5.96	4.84	4747.00	-0.21
FTSE 100	8030.33	0.06	-3.16	3.84	8043.00	0.02
CAC 40	7216.83	-0.14	-5.07	-4.33	7219.50	-0.15
DAX	19003.11	-0.16	-2.59	13.44	19032.00	-0.43
IBEX 35	11377.10	-0.05	-4.00	12.62	11368.20	-0.18
FTSE MIB	33707.52	0.30	-2.81	11.06	33447.00	0.27
Nikkei	38721.66	-0.48	-2.70	15.16	38590.00	-2.08
Hang Seng	19823.45	-1.73	-7.64	14.27	19466.00	-2.11
DFM General	4732.81	0.49	6.75	17.15	N/A	N/A
MSCI Tadawoul	11930.45	-0.97	-0.24	-0.31	N/A	N/A

Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	93.70	97.00	93.00	-1.37	-1.83	5.16
Solidere B	94.00	94.25	92.70	0.00	0.53	4.50

MUST READ *(Source: Bloomberg/ Forexlive)*

Japan's rising wholesale inflation heightens uncertainty on BOJ's rate hike timing

Japan's wholesale inflation accelerated in October as renewed yen falls pushed up import costs for some goods, data showed on Wednesday, complicating the central bank's decision on how soon to raise interest rates. The corporate goods price index (CGPI), which measures the price that companies charge each other for goods and services, rose 3.4% in October from a year earlier, Bank of Japan data showed, above market forecasts for a 3.0% gain. It followed a 3.1% increase in September. The yen-based import price index fell 2.2% year-on-year last month, less than the 2.5% drop in September, the data showed. On a month-on-month basis, the index rose 3.0% after falling 2.8% in September. A spike in the price of rice, coupled with the increasing cost of nonferrous metals, food, and oil, pushed up overall wholesale inflation, the data showed, a sign companies remained under pressure from rising raw material costs.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Netease Inc	NTES US	$ 48.56B	14-Nov-24	Pre-mkt	12.24	13.30
Walt Disney Com|	DIS US	$ 186.29B	14-Nov-24	Pre-mkt	1.10	0.82
Williams Sonoma	WSM US	$ 16.36B	14-Nov-24	Pre-mkt	1.76	1.83
Bilibili Inc	BILI US	$ 9.07B	14-Nov-24	Pre-mkt	0.53	-2.12
Applied Materials	AMAT US	$ 150.69B	14-Nov-24	Aft-mkt	2.19	2.12

ECONOMIC CALENDAR

(14-11-24) EA - GDP SA QoQ / YoY
(14-11-24) US - Initial Jobless Claims
(15-11-24) JP - GDP Annualized SA QoQ
(15-11-24) JP - Industrial Production MoM / YoY
(15-11-24) UK - Manufacturing Production MoM / YoY
(15-11-24) UK - GDP QoQ / YoY
(15-11-24) FR - CPI MoM / YoY

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