

Daily Market Brief

November 16th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EURUSD

The EUR/USD pair loses traction during the Asian trading hours on Thursday. The renewed US Dollar (USD) demand weigh on EUR/USD. The US economic data on Wednesday suggested that the US economy cools down and the markets believe that the Federal Reserve (Fed) is done with hiking cycle. The Eurozone Industrial Production for September declined. Looking ahead, market players will monitor the European Central Bank (ECB) President Lagarde speech later on Thursday.

GBPUSD

The GBPUSD ran higher yesterday, and in the process extended toward its 100-day moving average near 1.2512. The high price got within 7 pips of that level at 1.2505 before rotating back to the downside. In trading today, lower-than-expected CPI data out of the UK sent the price lower and that was helped by increased buying in the US dollar today.

USDJPY

The USD/JPY pair struggles to capitalize on the previous day's rally of around 140 pips from the 150.00, and edges lower during the Asian session on Thursday. The softer US CPI report showed that consumer inflation was cooling faster than anticipated and reaffirmed expectations that the Fed is done raising interest rates. That said, the pace of inflation remains well above the 2% target and keeps hopes alive that the US central bank will stick to its hawkish stance.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0838	1.0856	1.0830	-0.09	1.59	1.24
GBP-USD	1.2391	1.2424	1.2380	-0.20	1.37	2.55
USD-JPY	151.39	151.39	151.12	0.02	-0.03	-13.39
USD-CHF	0.8883	0.8889	0.8865	0.03	1.64	4.08
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	#NAME?	1967.87	1956.52	0.32	0.38	7.79
Silver	23.56	23.61	23.28	0.52	4.09	-1.63
Crude Oil	76.26	76.61	75.87	-0.52	0.69	-1.36
Bitcoin	37555.93	37972.13	37353.51	-0.24	1.54	127.07
Etherium	2061.46	2082.05	2045.01	0.70	0.77	71.88
Period	1 M		3 M		12 M	
USD LIBOR *	5.44		5.65		6.04	
EURIBOR	3.82		4.00		4.06	
SOFR	5.33		5.37		5.23	
Notes/Bonds	2 Y		10 Y		30 Y	
US	4.89		4.49		4.66	
BTP - BUND	0.65		1.80		2.07	
GILTS	4.62		4.23		4.65	

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

Stocks climbed on Wednesday, building on the strong rally from the previous session, on the back of more encouraging inflation data. Wall Street is coming off a strong session in which the S&P 500 and Nasdaq. Those market gains came after the consumer price index remained flat for October, while a Dow Jones consensus expected a slight increase. Wall Street also had its eyes on Washington as lawmakers sought to avoid a government shutdown.

EUROPE

European markets closed higher on Wednesday as global markets digested data out of the U.S. and China. The pan-European Stoxx 600 closed up 0.4%. Technology stocks added 2.2% to lead gains as the majority of sectors and major bourses ended the session in positive territory.

ASIA

Hong Kong stocks led Asia-Pacific markets higher Wednesday after upbeat economic data from China. A soft U.S. inflation reading also boosted hopes of the Federal Reserve nearing the end of its interest rate-hiking cycle. Beijing reported better-than-

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	34991.21	0.47	2.96	5.56	35041.00	-0.01
S&P	4502.88	0.16	2.96	17.28	4517.50	-0.03
Nasdaq	14103.84	0.07	3.95	34.75	15869.50	-0.12
DJ EuroStoxx50	4315.53	0.55	3.99	13.76	4319.00	-0.18
FTSE 100	7486.91	0.62	-1.88	0.47	7490.00	-0.02
CAC 40	7209.61	0.33	2.67	11.37	7204.00	N/A
DAX	15748.17	0.86	3.35	13.10	15808.00	0.03
IBEX 35	9640.70	0.18	3.81	17.15	9649.30	N/A
FTSE MIB	29466.93	0.42	3.79	24.30	29361.00	N/A
Nikkei	33424.41	-0.28	5.58	28.09	33450.00	0.00
Hang Seng	18079.00	-1.14	1.32	-9.64	17902.00	-1.20
DFM General	3960.77	0.32	0.76	19.10	N/A	N/A
MSCI Tadawoul	11022.89	1.53	3.77	5.20	N/A	N/A
Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	68.95	68.95	68.85	1.25	0.00	13.22
Solidere B	68.00	68.00	68.00	0.00	3.03	12.68

MUST READ

(Source: Bloomberg/ Forexlive)

US and China renewables agreement

The United States and China, the world's two largest climate polluters, have agreed to jointly tackle global warming by ramping up wind, solar and other renewable energy with the goal of displacing fossil fuels. The announcement comes as President Biden prepares to meet Wednesday with President Xi Jinping of China for their first face-to-face discussion in a year. The climate agreement could emerge as a bright spot in talks that are likely to focus on sensitive topics including Taiwan, the war in Ukraine and the war between Israel and Hamas. The statements of cooperation released separately by the United States and China on Tuesday do not include a promise by China to phase out its heavy use of coal, the dirtiest fossil fuel, or to stop permitting and building new coal plants. That has been a sticking point for the United States in months of discussions with Beijing on climate change. But both countries agreed to "pursue efforts to triple renewable energy capacity globally by 2030." That growth should reach levels high enough "so as to accelerate the substitution for coal, oil and gas generation," the agreement says. Both countries anticipate "meaningful absolute power sector emission reduction" in this decade, it says. That appears to be the first time China has agreed to specific emissions targets in any part of its economy.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Alibaba Group Ho	BABA US	\$213.32 B	16-Nov-23	Pre-mkt	15.66	12.92
Walmart Inc	WMT US	\$451.24 B	16-Nov-23	Pre-mkt	1.52	1.50
GAP Inc	GPS US	\$5.09 B	16-Nov-23	Aft-mkt	0.19	0.71
Zoom Video Comi	ZM US	\$18.90 B	20-Nov-23	Aft-mkt	1.09	1.07
HP Inc	HPQ US	\$27.95 B	21-Nov-23	Aft-mkt	0.90	0.86

ECONOMIC CALENDAR

(16-11-23) CA - Housing Starts
(16-11-23) US - Initial Jobless Claims
(17-11-23) UK - Retail Sales Inc Auto Fuel MoM
(17-11-23) EA - CPI YoY / MoM
(17-11-23) US - Housing Starts
(20-11-23) US - Leading Index
(21-11-23) CA - CPI NSA MoM / CPI YoY

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