

Daily Market Brief

June 21st 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Forexlive)

EURUSD

The EUR/USD pair is demonstrating a non-directional performance above the round-level support of 1.0900 in the Asian session. The major currency pair is following the footprints of the sideways US Dollar Index (DXY), which is expected to provide action after Federal Reserve (Fed) chair Jerome Powell's testimony.

GBPUSD

GBP/USD fades corrective bounce off weekly low as it retreats to 1.2760 amid the early hours of Wednesday's Asian session, sidelined of late. In doing so, the Cable pair inability to defend the previous week's upside break of a five-month-old resistance line. It's worth noting that the Pound Sterling's latest inaction could be linked to the market's cautious mood ahead of the UK's top-tier inflation clues including the (CPI) for May.

USDJPY

The Japanese Yen (JPY) continues to be undermined by a more dovish stance adopted by the Bank of Japan (BoJ), which, in turn, acts as a tailwind for the USD/JPY pair. In fact, the minutes of the April BoJ meeting showed that several members said it was appropriate for the central bank to continue with the current monetary easing.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0914	1.0923	1.0912	-0.04	0.78	1.95
GBP-USD	1.2761	1.2768	1.2754	-0.03	0.77	5.61
USD-JPY	141.81	141.86	141.29	0.24	-1.21	-7.54
USD-CHF	0.8985	0.8989	0.8975	0.07	0.28	2.89
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1935.35	1939.55	1934.30	-0.05	-0.37	6.10
Silver	23.11	23.18	23.09	-0.11	-3.39	-3.53
Crude Oil	71.59	71.71	70.80	0.56	2.89	-9.79
Bitcoin	28837.15	29005.27	28092.82	2.37	9.25	74.35
Etherium	1816.47	1826.49	1775.19	1.76	5.23	51.45
Period	1 M	3 M	12 M			
USD LIBOR *	5.16	5.51	5.90			
EURIBOR	3.37	3.55	4.05			
* 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	4.69	3.73	3.82			
BTP - BUND	0.61	1.63	1.97			
GILTS	4.95	4.34	4.45			

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

U.S. stocks softened on Tuesday, closing in negative territory as investors began the holiday-shortened week by taking profits in the wake of a sustained rally amid signs of weakening global demand. Rivian announces it will adopt Tesla charging standard.

EUROPE

German stocks fell on Tuesday as shares of speciality chemicals maker Lanxess plunged after lowering its earnings forecast, while a modest interest rate cut by Beijing did little to lift investor sentiment among Europe's China-exposed shares.

ASIA

Japan's Nikkei share average recovered from early losses to rise on Wednesday as investors bought stocks on dips, with SoftBank Group and chip-related shares leading the gain.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	34053.87	-0.72	1.88	2.74	34359.00	0.01
S&P	4388.71	-0.47	4.69	14.30	4435.75	0.02
Nasdaq	13667.29	-0.16	7.97	30.58	15264.25	0.05
DJ EuroStoxx50	4343.14	-0.44	-1.19	14.49	4378.00	0.23
FTSE 100	7569.31	-0.25	-2.42	1.58	7584.50	0.08
CAC 40	7294.17	-0.27	-2.64	12.67	7303.00	N/A
DAX	16111.32	-0.55	-1.01	15.71	16285.00	0.23
IBEX 35	9439.80	0.08	2.04	14.71	9539.60	N/A
FTSE MIB	27576.11	-0.64	0.20	16.32	27743.00	N/A
Nikkei	33388.91	0.74	9.18	28.90	33590.00	0.75
Hang Seng	19607.08	-1.96	-1.17	-2.82	19231.00	-1.78
DFM General	3774.24	-0.34	6.48	13.13	N/A	N/A
MSCI Tadawoul	11431.37	0.08	0.79	9.09	N/A	N/A
Leb. Mkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	79.65	80.00	77.00	4.94	-5.23	30.79
Solidere B	79.35	79.95	77.00	2.85	-5.42	31.48

MUST READ

(Source: Bloomberg/ Forexlive)

Tesla valuation adds \$240B over 13-day winning streak

Tesla's market value has grown by \$240 billion while closing with a gain the last 13 sessions on Wall Street. Shares for the EV maker have now more than doubled in 2023, moving roughly 108% higher since Jan 1. In an interview with FOX Business, David Russell, vice president of market intelligence at TradeStation Group, said, "There's been a perfect storm of positive catalysts for Tesla recently. "First, the Nasdaq and growth stocks came to life. Then, Elon Musk quit Twitter. Then he gave positive updates on models like the Cybertruck and Roadster, he continued. "After that, Tesla announced charging deals with Ford and GM." "Tesla's recent run is a combination of company- specific news and better overall market conditions. Now, the stock has retraced nearly half its drop from November 2021 through December 2022," Russell added Last week, Tesla made changes to its battery supply chain to bring some of its vehicles within the guidelines that would qualify them for federal U.S. credits. The manufacturer's Model 3 vehicles now qualify for \$7,500 in electric vehicle consumer tax credits, which could lower its price to less than that of a Toyota Camry listed at \$26,320 and higher.

MAIN WEEKLY EARNINGS

(Source: Nasdaq)

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Patterson Compai	PDCO US	\$2.2 B	21-Jun-23	Pre-mkt	0.70	0.71
KB Home	KBH US	\$4.1 B	21-Jun-23	After-mkt	1.23	2.32
Accenture plc	CAN US	\$208.9 B	22-Jun-23	Pre-mkt	2.96	2.79
Darden Restauran	DRI US	\$20.1 B	22-Jun-23	Pre-mkt	2.53	2.24
Micron Technolog	MU US	\$74.2 B	28-Jun-23	After-mkt	-1.71	2.50

ECONOMIC CALENDAR

(Source: Forexlive)

(21-06-23) GB- Retail Price Index MAY; PPI Core Output n.s.a MAY
(21-06-23) GB- Consumer Price Index MAY; Core Consumer Price Index MAY
(21-06-23) EA- ECB's Panetta speech; ECB's Schnabel speech
(21-06-23) CA- Retail Sales MoM APR; Retail Sales ex Autos MoM APR
(21-06-23) DE- German Buba President Nagel speech
(21-06-23) US- Fed's Chair Powell testifies
(21-06-23) US- Fed's Cook, Jefferson, Goolsbee, Mester speech

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