

Daily Market Brief

September 28th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EURUSD

The EUR/USD pair loses momentum around 1.0500 during the early Asian session on Thursday. The downbeat Eurozone economic data exert some selling pressure on the Euro and acts as a headwind for the pair. German Consumer Sentiment revealed by GfK fell to -26.5 in October from -25.6 in September. Furthermore, Spain and Germany will publish September (CPI) numbers. Spanish annual inflation is expected to rise, while German inflation will likely decline. These initial inflation figures are crucial for shaping monetary policy expectations and can impact the markets.

GBPUSD

The GBP/USD pair ticks higher during the Asian session on Thursday and moves away from its lowest level since March 17. The (USD) pauses following the recent strong runup to a 10-month high and turns out to be a key factor lending some support to the pair. The near-term bias, meanwhile, seems tilted firmly in favour of the USD bulls in the wake of growing acceptance that the (Fed) will continue to tighten its monetary policy further and keep interest rates higher for longer.

USDJPY

The USD/JPY pair surges to 149.50 during the early Asian session on Thursday. The uptick of the pair is bolstered by higher Treasury yields, upbeat US data, and risk aversion in the market.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0505	1.0516	1.0496	0.02	-1.46	-1.87
GBP-USD	1.2140	1.2147	1.2130	0.04	-1.28	0.47
USD-JPY	149.37	149.63	149.26	-0.17	-1.19	-12.22
USD-CHF	0.9209	0.9217	0.9201	-0.04	-1.78	0.39
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1877.14	1877.97	1873.62	0.11	-2.23	2.91
Silver	22.53	22.60	22.45	-0.06	-3.71	-5.93
Crude Oil	94.35	95.03	93.69	0.72	5.27	21.26
Bitcoin	26415.46	26536.13	26233.44	0.67	-0.68	59.71
Etherium	1610.95	1614.43	1593.62	1.07	1.09	34.32
Period	1 M	3 M	12 M			
USD LIBOR *	5.43	5.65	6.04			
EURIBOR	3.84	3.94	4.20			
SOFR	5.32	5.39	5.47			
Notes/Bonds	2 Y	10 Y	30 Y			
US	5.11	4.60	4.71			
BTP - BUND	0.82	1.95	2.22			
GILTS	4.87	4.36	4.79			

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

The S&P 500 eked out a fractional gain on Wednesday after a see-saw session, as investors weighed whether to start bargain hunting following a sell-off fueled by elevated Treasury yields and uncertainty about the path ahead for interest rates. Costco rises after revenue, profit top estimates.

EUROPE

European shares fell for a fifth day in a row on Wednesday, with real estate stocks hammered by bearish brokerage comments on UK landlords, while negative corporate updates dented shares of Dutch insurers and Swiss bank UBS. Italy budget awaited.

ASIA

Chinese blue-chip stocks slipped on Thursday as investors were cautious ahead of a week-long holiday, while Hong Kong shares tracked global peers on high interest rates.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	33550.27	-0.20	-2.92	1.22	33807.00	0.07
S&P	4274.51	0.02	-3.58	11.33	4319.25	0.14
Nasdaq	13092.85	0.22	-4.47	25.09	14758.75	0.16
DJ EuroStoxx50	4131.68	0.06	-3.77	8.91	4164.00	0.24
FTSE 100	7593.22	-0.43	3.47	1.90	7649.50	0.33
CAC 40	7071.79	-0.03	-3.45	9.24	7093.50	N/A
DAX	15217.45	-0.25	-3.64	9.29	15390.00	0.42
IBEX 35	9331.90	-0.37	-1.67	13.40	9362.00	N/A
FTSE MIB	28012.30	-0.31	-1.86	18.16	28100.00	N/A
Nikkei	32371.90	-1.29	-0.67	22.45	31860.00	-0.62
Hang Seng	17611.87	-1.00	-3.83	-11.86	17438.00	-1.01
DFM General	4142.12	-0.29	1.04	24.16	N/A	N/A
MSCI Tadawoul	11076.94	1.45	-3.38	5.71	N/A	N/A
Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	76.55	78.00	75.50	0.99	0.00	25.70
Solidere B	77.20	77.80	75.95	1.65	-1.72	27.92

MUST READ

(Source: Bloomberg/ Forexlive)

Oil

Oil majors appear poised for a possible promotion amid the current market correction, with U.S. crude oil prices rising further above \$90 per barrel and oil majors ExxonMobil (XOM), Chevron (CVX) and BP (BP) near buy points. XOM along with Warren Buffett-backed CVX and Occidental Petroleum (OXY) all advanced Wednesday West Texas Intermediate (WTI) oil prices climbed more than 2% above \$94 per barrel on Wednesday, hovering around 10-month highs and extending gains from the previous session amid concerns about tightening global supply. The U.S. oil benchmark has surged around 30% since the end of June. Energy stocks have followed oil prices, rallying since June, after a fall off from 2022 highs driven by Russia's Ukraine invasion. U.S. oil producers and the Saudi Arabia-led Organization of Petroleum Exporting Countries and its partners have kept global oil supplies tight. But the outlook for demand remains uncertain, with China's economy struggling, and the outcome of the U.S. battle vs. inflation yet to be determined.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Accenture plc	ACN US	\$200.2 B	28-Sep-23	Pre-mkt	2.64	2.60
Nike, Inc	NKE US	\$144.7 B	28-Sep-23	After-mkt	0.73	0.93
Jabil Inc.	JBL US	\$14.2 B	28-Sep-23	Pre-mkt	2.22	2.25
BlackBerry	BB US	\$2.9 B	28-Sep-23	After-mkt	-0.03	-0.06
Carnival Corporat	CUK US	\$16.2 B	29-Sep-23	Pre-mkt	0.74	-0.58

ECONOMIC CALENDAR

(28-09-23) EA- Economic Bulletin; Consumer Confidence SEP; Business Climate SEP
(28-09-23) DE- Harmonized Index of Consumer Prices SEP; CPI SEP preliminar
(28-09-23) US- Gross Domestic Product Annualized Q2; Fed's Chair Powell speech
(29-09-23) JP- Tokyo Consumer Price Index SEP
(29-09-23) DE- Retail Sales AUG
(29-09-23) GB- Gross Domestic Product QoQ, YoY Q2
(29-09-23) EA- Harmonized Index of Consumer Prices Sep preliminar

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