Daily Market Brief

June 30th 2025

BANQUE BEMO

FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Reuters)

EUR/USD

The EUR/USD pair extends the rally to around 1.1720 during the early Asian trading hours on Monday, bolstered by a weaker US Dollar (USD). The Greenback weakens against the Euro (EUR) as traders are convinced that the Federal Reserve (Fed) will cut rates at the September meeting. The release of Retail Sales and Consumer Price Index (CPI) data from Germany will be in the spotlight later on Monday.

GBP/USD

GBP/USD inches higher ahead of the United Kingdom's (UK) Gross Domestic Product for the first quarter, trading around 1.3720 during the Asian hours on Monday. The pair may gain ground as the US Dollar (USD) may further depreciate, as traders expect the Federal Reserve (Fed) to cut rates at the September meeting. U.S. personal spending and income both declined in May, raising concerns ahead of upcoming employment data that could influence the Federal Reserve's policy direction.

USD/JPY

The USD/JPY pair attracts some sellers to around 143.85 during the Asian session on Monday. The US Dollar (USD) weakens against the Japanese Yen (JPY) amid rising bets of Federal Reserve (Fed) interest rate cuts.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.1732	1.1740	1.1708	0.12	1.33	13.31
GBP-USD	1.3734	1.3734	1.3692	0.13	1.55	9.73
USD-JPY	143.86	144.76	143.85	-0.55	1.59	9.27
USD-CHF	0.7980	0.8004	0.7978	-0.13	1.84	13.71
Commodities	**Last**	**High**	**Low**	**% Daily**	**% Weekly**	**% YTD**
Gold	3286.62	3287.25	3248.71	0.37	-2.43	25.23
Silver	36.17	36.18	35.42	0.48	0.18	25.13
Crude Oil	65.22	65.28	64.50	-0.46	-4.80	-6.14
Bitcoin	108390.09	108796.29	107304.50	0.91	0.50	15.66
Etherium	2500.19	2525.10	2413.96	2.74	2.48	-25.29

Period	1M	3M	6M	12M
SOFR ($)	4.33	4.29	4.14	3.88
ESTR (€)	1.77	1.90	1.84	1.77
SONIA (£)	4.22	4.11	4.00	3.82
SARON (₣)	-0.05	-0.06	-0.09	-0.13
TONAR (¥)	0.47	0.47	0.43	0.31

	Rates
U.S. Federal Fund Target Rate	4.50
ECB Main Refinancing Operation Announcement Rate	2.15
ECB Deposit Facility Announcement Rate	2.00
ECB Marginal Lending Facility Announcement Rate	2.40
BOE Official Bank Rate	4.25

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

Major Indices surged to a fresh record on Friday (June 27), shaking off renewed trade concerns after U.S. President Donald Trump announced the termination of trade talks with Canada. Equities initially rallied on optimism after Commerce Secretary Howard Lutnick said a trade framework between the US and China had been finalised, with additional deals expected soon with 10 other major trading partners.

EUROPE

European stock markets rose on Friday on signs of improving trade relationships between the U.S. and China.European auto stocks were among the biggest gainers, but shares of Barclays and Deutsche Bank also hit decade highs.

ASIA

Asia-Pacific markets mostly rose Monday as investors parsed details on trade negotiations and a slew of data points, including South Korea and Japan's industrial output figures for May and China's purchasing managers' index readings for June.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	43819.27	1.00	3.67	3.00	44391.00	0.56
S&P	6173.07	0.52	4.42	4.96	6249.75	0.86
Nasdaq	20273.46	0.52	6.07	4.99	22875.75	0.90
DJ EuroStoxx50	5325.64	1.56	-0.76	8.78	5353.00	1.81
FTSE 100	8798.91	0.72	0.30	7.66	8811.00	0.54
CAC 40	7691.55	1.78	-0.78	4.21	7696.00	1.77
DAX	24033.22	1.62	0.15	20.71	24200.00	1.97
IBEX 35	13969.00	1.11	-1.29	20.47	13874.80	1.00
FTSE MIB	39742.21	0.99	-0.86	16.25	39804.00	0.99
Nikkei	40150.79	1.19	7.02	1.84	40510.00	2.91
Hang Seng	24284.15	-0.42	3.84	20.55	24303.00	-0.18
DFM General	5683.91	1.26	3.71	10.18		
MSCI Tadawoul	11202.64	1.21	1.93	-6.93		

Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	89.70	93.00	82.00	0.73	6.79	-25.25
Solidere B	90.75	93.00	79.00	5.77	12.80	-24.06
EuroBonds	18.30 / 19.05					

MUST READ

(Source: Bloomberg/ Forexlive)

Canada rescinds Digital Services Tax after Trump cuts off U.S. trade talks

Canada has decided to rescind its digital services tax (DST) following a sharp response from U.S. President Donald Trump, who announced the termination of all trade discussions with Canada. The DST, set to take effect Monday, would have imposed a 3% levy on both domestic and foreign digital companies, including major U.S. firms like Amazon, Google, and Meta, and would have applied retroactively to 2022. Initially firm on implementing the tax, Canadian officials reversed their stance in hopes of reopening trade negotiations with the U.S., aiming for a new agreement by July 21, 2025, as discussed at the recent G7 Summit in Kananaskis. Prime Minister Mark Carney emphasized that the decision was made to support progress toward a broader economic and security agreement with the U.S. Finance Minister François-Philippe Champagne added that pausing the tax would allow for deeper cooperation and economic prosperity. The DST was originally introduced in 2020 to address the tax gap from tech companies profiting in Canada without paying domestic taxes. U.S. Treasury Secretary Scott Bessent criticized the retroactive nature of Canada's DST, calling it unfair and discriminatory. Trade between the two nations remains vital, with U.S.-Canada goods trade totaling approximately $762 billion last year.

MAIN WEEKLY EARNINGS

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
PROGRESS SOFTW	PRGS	$ 2.74 B	30-Jun-25	Aft-mkt	1.30	1.09
MSC INDUSTRIAL	MSM	$ 4.76 B	01-Jul-25	Bef-mkt	1.02	1.33
CONSTELLATION I	STZ	$ 28.54 B	01-Jul-25	Aft-mkt	3.33	3.57
GREENBRIER COM	GBX	$ 1.46 B	01-Jul-25	Aft-mkt	0.99	1.06
UNIFIRST CORP/M	UNF	$ 3.46 B	02-Jul-25	Bef-mkt	2.09	2.03

ECONOMIC CALENDAR

(30-06-25) JP - Industrial Production YoY/MoM
(30-06-25) UK - GDP YoY/QoQ
(30-06-25) DE - Unemployment Rate SA
(30-06-25) DE - GDP SA YoY/QoQ
(30-06-25) EC - M3 Money Supply YoY
(30-06-25) UK - Mortgage Approvals
(30-06-25) US - MNI CHicago PMI

CONTACT

Banque BEMO sal
Asset Management Unit

Ashrafieh, Elias Sarkis Ave., BEMO Bldg, 4th Floor
P.O.Box 16-6353 Beirut, Lebanon
Tel: +961 1 325405/6/7/9