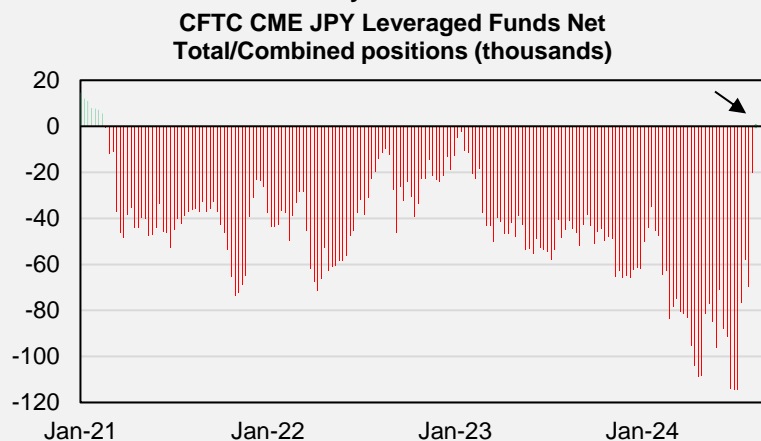


US equities on longest win streak since November

- ▶ US leading indicator fell but did not signal a recession.
- ▶ China left loan prime rates unchanged in August.
- ▶ Oil prices fell on demand weakness and falling risk premium.

Chart of the day: Hedge funds turn bullish on the Japanese Yen for the first time in three and half years



Source: CFTC, CME, and Bloomberg

Macroeconomic news

- ▶ The Conference Board's leading index for the US fell 0.6% MoM in July marking its fifth straight month of decline. However, the six-month annualised growth rate no longer signals a recession ahead.
- ▶ China kept its loan prime rates (for 1Y and 5Y) unchanged in August after unexpectedly cutting them in July.

Rates and Fixed Income

- ▶ 10Y sovereign bond yields continued to decline across the broad.
- ▶ All fixed income asset classes posted gains with EM LCY sovereigns outperforming the most.

Currencies

- ▶ Dollar index slipped below the 102 level helping the risk appetite.
- ▶ On Monday, EUR, GBP, and JPY all gained against the greenback.

Equities

- ▶ Global equities rose further on Monday with US equities outperforming.
- ▶ Nasdaq index exited its correction territory in just 11 days. S&P 500 index recorded its longest win streak since November.

Commodities

- ▶ Commodity price index registered a small gain on Monday with copper prices rising strongly. Gold prices edged down.
- ▶ Oil prices fell as persistent demand weakness from China, and reported progress towards an Israel-Hamas ceasefire weighed.

Key events in the day ahead

- ▶ Eurozone CPI (Jul)
- ▶ FOMC member Bostic speaks
- ▶ Japan exports and imports (Jul)

Performance snapshot*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.32	0.00	-2.00	1.00
UAE Eibor 3m	5.06	5.21	-16.60	-14.16
UAE Eibor 12m	4.56	-1.38	-43.59	-96.70
US 3m Bills	5.19	-1.63	-13.58	-19.73
US 10yr Treasury	3.87	-1.15	-36.78	-54.87
German 10yr Bund	2.25	-0.10	-22.10	-26.90
UK 10yr Gilt	3.92	-0.40	-20.10	-20.50
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	479	0.46	3.28	4.43
Global Treasuries	203	0.54	3.83	4.57
Global Corporate	281	0.36	2.56	4.30
EM USD Sovereign	401	0.31	2.81	3.62
EM LCY Sovereign	151	0.73	3.48	3.76
Global High Yield	1,625	0.35	2.00	3.58
Currencies		1D (%)	1M (%)	3M (%)
Dollar Index	101.89	-0.56	-2.40	-2.45
EUR USD	1.1085	0.53	1.87	1.99
GBP USD	1.2991	0.36	0.60	2.28
USD JPY	146.59	-0.70	-6.92	-5.82
Equities		1D (%)	1M (%)	3M (%)
S&P 500	5,608	0.97	1.88	5.75
Dow Jones	40,897	0.58	1.51	2.23
NASDAQ	17,877	1.39	0.85	7.14
STOXX 600	515	0.61	0.89	-1.60
DAX	18,422	0.54	1.37	-1.51
Nikkei 225	37,389	-1.77	-6.68	-3.61
FTSE 100	8,357	0.55	2.47	-0.75
SENSEX	80,425	-0.02	-0.22	8.80
Hang Seng	17,570	0.80	0.87	-10.15
MSCI World	3,618	0.95	1.82	4.20
MSCI EM	1,104	0.90	1.28	0.34
Regional Equities		1D (%)	1M (%)	3M (%)
ADX	9,305	0.21	0.64	2.92
DFM	4,238	-0.13	1.35	4.16
Tadawul*	12,023	0.91	-1.36	-1.44
DSM*	10,156	0.30	1.21	4.67
MSM30*	4,673	-0.42	-0.51	-2.48
BHSE*	1,936	-0.08	-2.21	-3.65
KWSE*	7,127	0.28	0.35	-0.50
Commodities		1D (%)	1M (%)	3M (%)
BBG Commodity Index	96.3	0.57	-1.26	-8.97
Brent USD/bbl	77.7	-2.54	-6.01	-7.53
Gold USD/t oz	2,504.3	-0.15	4.31	3.69
Copper USD/MT	9,115.5	1.99	-1.07	-12.33
Volatility		1D (%)	1M (%)	3M (%)
VIX	14.65	-1.01	-11.32	22.19
MOVE	110.13	7.12	16.80	23.26

Source: Bloomberg, and ADCB Asset Management

Notes: Data as at 8AM UAE time – August 20, 2024. Performance in local currency terms.

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