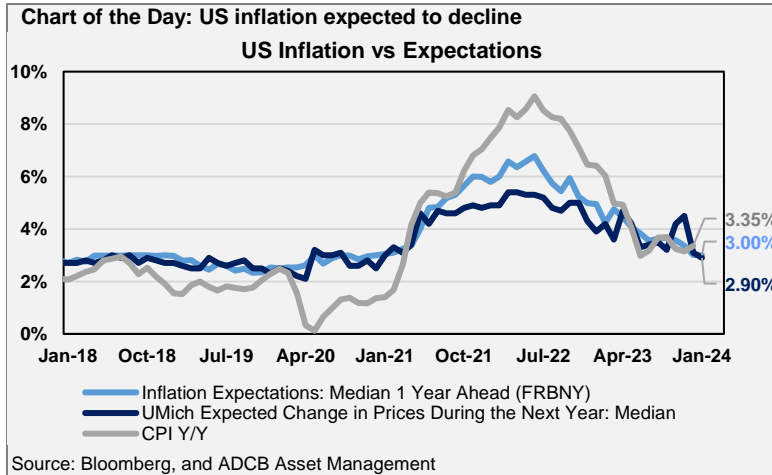


# Daily Market View

February 13, 2024

## All eyes on US CPI

- ▶ Fed president Barkin says US business may be slow to give up price power.
- ▶ NY Fed survey points to stable inflation expectations.
- ▶ European equities and GCC equities outperform.



## Macroeconomic news

- ▶ Fed Governor Michelle Bowman started that rates are in a good place to keep downward pressure on inflation, and she doesn't see a need to ease policy soon.
- ▶ Federal Reserve Bank of Richmond President Thomas Barkin cautioned that businesses may be slow to give up price power and said it's premature to believe inflation pressures are over.
- ▶ The Federal Reserve Bank of New York said in its January survey of consumer expectations that 1yr inflation and 5yr inflation expectations were unchanged at 3% and 2.5% respectively, while 3yr inflation expectations have eased to 2.4%.

## Rates and Fixed Income

- ▶ Global rates had mixed performances on Monday as 10Y UST yields rose while 10Y German Bunds and 10Y UK Gilts declined.
- ▶ Global fixed income indexes ended flat.

## Currencies

- ▶ Broad USD barely moved on Monday.
- ▶ EUR marginally weakened against the USD while EUR and JPY ended unchanged versus the USD.

## Equities

- ▶ Global equities had mixed performances on Monday. US equities posted losses while DAX outperformed. EM outperformed DM. Sensex posted losses.
- ▶ GCC equities rose with the exception of ADX, which declined. KWSE outperformed.

## Commodities

- ▶ BBG commodity declined on Monday.
- ▶ Oil and gold declined, copper was mostly unchanged.

## Key events in the day ahead

- ▶ US CPI
- ▶ Germany ZEW expectations

## Performance snapshot\*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.31	0.00	0.00	-1.00
UAE Eibor 3m	5.40	11.76	26.23	-6.14
UAE Eibor 12m	5.09	2.44	0.87	-56.27
US 3m Bills	5.38	0.96	3.12	-1.91
US 10yr Treasury	4.18	0.39	24.03	-47.25
German 10yr Bund	2.36	-2.00	17.80	-35.50
UK 10yr Gilt	4.06	-2.90	26.40	-27.90
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	458	0.02	-1.75	4.56
Global Treasuries	196	0.02	-2.12	4.07
Global Corporate	267	0.04	-1.28	5.91
EM USD Sovereign	372	0.06	-0.55	7.66
EM LCY Sovereign	144	0.04	-0.36	4.23
Global High Yield	1,520	0.02	0.06	7.28
Currencies		1D (%)	1M (%)	3M (%)
Dollar Index	104.17	0.06	1.72	-1.60
EUR USD	1.0772	-0.11	-1.63	0.80
GBP USD	1.2629	0.01	-0.97	3.29
USD JPY	149.35	0.04	3.09	-1.43
Equities		1D (%)	1M (%)	3M (%)
S&P 500	5,022	-0.09	4.98	13.74
Dow Jones	38,797	0.33	3.20	13.17
NASDAQ	15,943	-0.30	6.48	15.54
STOXX 600	487	0.54	2.24	9.96
DAX	17,037	0.65	1.99	11.83
Nikkei 225	36,897	0.00	3.71	13.29
FTSE 100	7,574	0.01	-0.67	2.90
SENSEX	71,072	-0.73	-2.06	9.50
Hang Seng	15,747	0.00	-3.07	-8.47
MSCI World	3,281	-0.01	3.56	13.11
MSCI EM	996	0.05	-0.02	5.03
Regional Equities		1D (%)	1M (%)	3M (%)
ADX	9,324	-0.21	-4.77	-2.39
DFM	4,211	0.65	2.60	6.09
Tadawul	12,296	0.76	1.48	13.42
DSM	10,093	1.33	-3.56	1.16
MSM30	4,563	0.36	-0.96	0.52
BHSE	2,077	0.44	4.58	7.55
KWSE	7,360	1.43	2.02	11.67
Commodities		1D (%)	1M (%)	3M (%)
BBG Commodity Index	96.7	-0.24	-1.26	-4.81
Brent USD/bbl	82.0	-0.23	4.74	0.70
Gold USD/t oz	2,020.1	-0.21	-1.42	4.12
Copper USD/MT	8,085.5	-0.07	-2.46	0.99
Volatility		1D (%)	1M (%)	3M (%)
VIX	13.93	7.73	9.69	-1.69
MOVE	109.78	3.36	3.07	-6.00

Source: Bloomberg, and ADCB Asset Management

Notes: \*Data as at 10AM UAE time – February 13 2024. Performance in local currency terms.

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