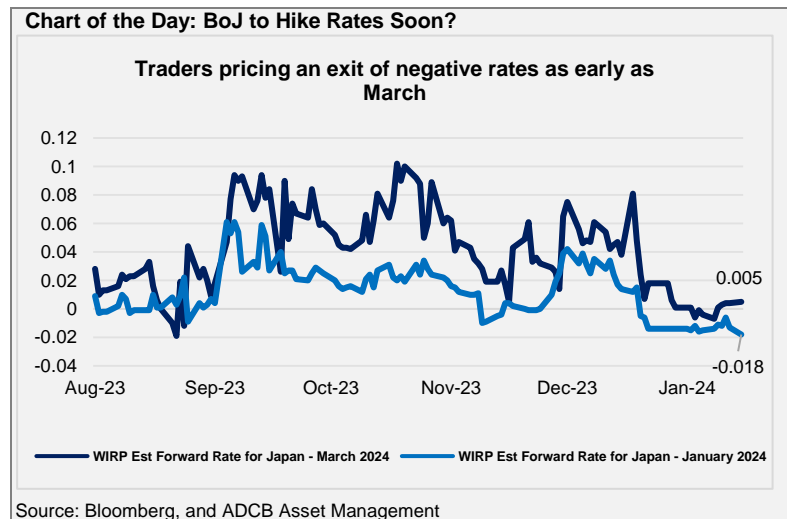


# Daily Market View

January 22, 2024

## S&P 500 touches new all-time high

- ▶ US consumer sentiment improves while inflation outlook drops.
- ▶ US equity rallied led by technology stocks.
- ▶ Markets await BoJ policy decision.



### Macroeconomic news

- ▶ The University of Michigan's Survey of Consumers showed a reading of 78.8 for January, its highest level since July 2021. The survey also showed significant drop in the one-year inflation rate forecast to 3.1%, a steep decline from 4.5% in November and the lowest since March 2021. Additionally, the five-year inflation expectations decreased to 2.8% from the prior month's 3.2%.
- ▶ Sales of previously owned US homes fell in December, capping the worst year for the housing market in nearly three decades. Contract closing decreased 1% from a month earlier to a seasonally adjusted annual rate of 3.78mn units.

### Rates and Fixed Income

- ▶ Global rates declined, led by US 10yr Treasury.
- ▶ Global fixed income indices rose. EM USD Sovereign underperformed the most.

### Currencies

- ▶ Broader USD Index declined.
- ▶ EUR strengthened against the USD, while the GBP and JPY ended flat against the USD.

### Equities

- ▶ Global equities mostly rose with the exception of STOXX 600, DAX and Hang Seng which declined.
- ▶ GCC equities mostly rose, with the exception of ADX and DSM. DFM outperformed the most.

### Commodities

- ▶ BBG Commodity Index declined.
- ▶ Gold and copper prices rose while oil prices declined.

### Key events in the day ahead

- ▶ US Leading Index
- ▶ BoJ MPC meeting

### Performance snapshot\*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.31	0.00	0.00	1.00
UAE Eibor 3m	5.06	-15.39	-34.09	-38.08
UAE Eibor 12m	5.13	4.02	-21.14	-53.31
US 3m Bills	5.34	-1.80	-3.10	-13.02
US 10yr Treasury	4.12	-1.94	23.45	-86.72
German 10yr Bund	2.34	-0.70	37.80	-58.90
UK 10yr Gilt	3.93	-0.10	40.00	-74.40
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	460	0.11	-1.93	7.22
Global Treasuries	197	0.10	-2.45	6.55
Global Corporate	268	0.14	-1.18	9.08
EM USD Sovereign	371	-0.11	-1.96	10.73
EM LCY Sovereign	144	0.10	-0.63	6.30
Global High Yield	1,509	0.09	-0.39	9.45
Currencies				
Dollar Index	103.29	-0.24	1.42	-2.79
EUR USD	1.0898	0.20	-1.03	2.99
GBP USD	1.2703	-0.02	0.10	4.60
USD JPY	148.12	-0.03	4.22	-1.12
Equities				
S&P 500	4,840	1.23	1.96	13.13
Dow Jones	37,864	1.05	1.23	13.32
NASDAQ	15,311	1.70	2.32	16.11
STOXX 600	469	-0.26	-1.61	6.71
DAX	16,555	-0.07	-0.79	10.04
Nikkei 225	35,963	1.40	8.52	14.42
FTSE 100	7,462	0.04	-3.03	-0.50
SENSEX	71,683	0.70	1.15	9.22
Hang Seng	15,309	-0.54	-7.90	-11.49
MSCI World	3,175	1.02	0.96	12.42
MSCI EM	971	1.00	-2.75	4.31
Regional Equities				
ADX	9,712	-0.07	2.30	3.01
DFM	4,082	0.71	1.91	7.18
Tadawul	12,004	0.37	2.90	12.24
DSM	10,291	-0.27	0.33	5.27
MSM30	4,605	0.38	0.56	-2.01
BHSE	1,992	0.04	3.85	2.41
KWSE	7,265	0.48	5.84	7.31
Commodities				
BBG Commodity Index	96.8	-0.41	-2.24	-8.75
Brent USD/bbl	78.6	-0.68	-1.05	-14.96
Gold USD/t oz	2,029.5	0.30	-0.80	2.79
Copper USD/MT	8,275.0	1.05	-2.19	4.25
Volatility				
VIX	13.30	-5.87	-2.56	-37.85
MOVE	104.97	-2.10	-6.22	-22.02

Source: Bloomberg, and ADCB Asset Management

Notes: \*Data as at 10AM UAE time - January 22 2024. Performance in local currency terms.

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