

Daily Market View

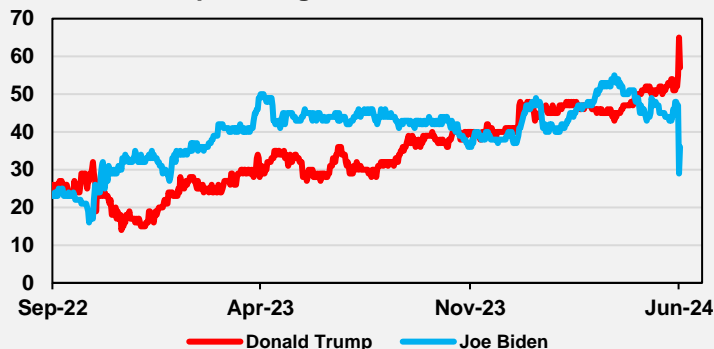
June 28, 2024

Investors await Fed's preferred inflation measure

- ▶ US initial jobless claims dropped on the week of June 22.
- ▶ US preliminary durable goods orders inched lower in May.
- ▶ UST yields dropped, NASDAQ posted gains.

Chart of the day: 2024 Presidential Race Odds.

Tump leading Biden into first debate



Source: Predictit.org

Macroeconomic news

- ▶ US initial jobless claims dropped 6,000 to a seasonally adjusted 233,000 on the week ending June 22 from a revised figure of 239,000 the week prior.
- ▶ US preliminary durable goods orders rose higher than expected, but dropped from a revised 0.2% figure in April to 0.1% in May.
- ▶ President Joe Biden and former President Donald Trump faced off in their first 2024 debate late Thursday.
- ▶ Fed Bank of Atlanta President Raphael Bostic said he still expects one rate reduction this year amidst signs inflation has started to decline.

Rates and Fixed Income

- ▶ Global rates declined on Thursday. USTs rallied ahead of the PCE data
- ▶ Fixed income indices rose with Global Corporate outperforming.

Currencies

- ▶ Broader USD declined on Thursday.
- ▶ The EUR and GBP weakened against the dollar. The JPY ended flat below 161 level.

Equities

- ▶ Global equities continued to show mixed performances. Hang Seng underperformed, Indian equity index SENSEX outperformed.
- ▶ GCC stocks rose on Thursday with the exception of Bahrain. Qatar outperformed.

Commodities

- ▶ The BBG Commodity index rose on Thursday.
- ▶ Oil and gold rose over 1%. Copper remained relatively unchanged.

Key events in the day ahead

- ▶ US PCE inflation
- ▶ US Personal Income and Spending, University of Michigan Sentiment
- ▶ Spain, France and Italy CPI

Performance snapshot*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.34	0.00	1.00	1.00
UAE Eibor 3m	5.06	-17.42	-30.76	-4.05
UAE Eibor 12m	5.41	-11.91	-2.96	7.21
US 3m Bills	5.37	-0.60	-3.90	0.02
US 10yr Treasury	4.29	-4.30	-32.53	9.61
German 10yr Bund	2.45	-0.40	-24.20	15.60
UK 10yr Gilt	4.13	-0.20	-27.00	19.80
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	457	0.11	0.91	-0.93
Global Treasuries	193	0.06	0.48	-1.91
Global Corporate	271	0.22	1.35	0.20
EM USD Sovereign	388	0.03	1.38	0.59
EM LCY Sovereign	144	-0.06	-0.20	-0.42
Global High Yield	1,571	0.04	0.73	1.11
Currencies				
Dollar Index	105.91	-0.14	0.75	1.49
EUR USD	1.0704	0.22	-0.90	-1.15
GBP USD	1.2639	0.13	-0.49	-0.01
USD JPY	160.76	-0.03	1.98	6.23
Equities				
S&P 500	5,483	0.09	4.10	4.47
Dow Jones	39,164	0.09	1.88	-1.50
NASDAQ	17,859	0.30	5.54	8.90
STOXX 600	513	-0.43	-0.17	0.16
DAX	18,211	0.30	-1.42	-1.44
Nikkei 225	39,342	-0.82	2.04	-3.49
FTSE 100	8,180	-0.55	-0.04	3.12
SENSEX	79,243	0.72	6.36	8.56
Hang Seng	17,716	-2.06	-4.12	8.07
MSCI World	3,522	0.05	2.68	2.47
MSCI EM	1,082	-0.40	0.91	4.35
Regional Equities				
ADX	9,004	0.43	3.37	-2.90
DFM	4,009	0.07	1.24	-5.27
Tadawul	11,730	0.63	0.28	-6.97
DSM	9,962	0.92	7.36	0.04
MSM30	4,688	0.31	-2.85	-0.49
BHSE	2,031	-0.16	-0.25	-1.82
KWSE	6,967	0.58	-1.42	-5.43
Commodities				
BBG Commodity Index	101.3	0.23	-3.96	3.07
Brent USD/bbl	86.4	1.34	3.34	0.35
Gold USD/t oz	2,327.7	1.28	-0.44	6.06
Copper USD/MT	9,422.5	0.03	-8.47	8.35
Volatility				
VIX	12.24	-2.47	-14.29	-4.23
MOVE	95.69	-2.27	2.40	10.91

Source: Bloomberg, and ADCB Asset Management

Notes: Data as at 9AM UAE time – June 28, 2024. Performance in local currency terms.

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