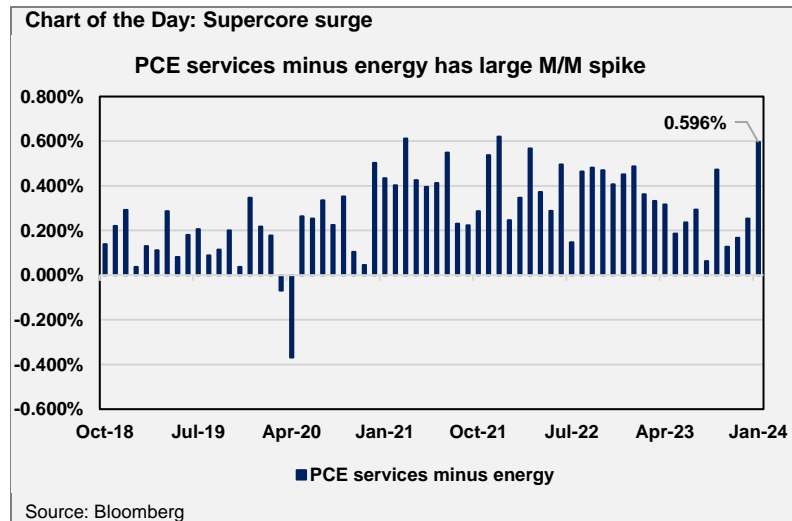


Daily Market View

March 4, 2024

Equities hit record on US inflation data

- ▶ US PCE index rose in line with expectations in January.
- ▶ Germany CPI rose slightly below expectations.
- ▶ Global equities rebound on Thursday.



Macroeconomic news

- ▶ US PCE index rose 0.3% m-o-m and 2.4% y-o-y in January, in line with expectations while, core PCE rose 0.4% m-o-m and 2.8% y-o-y, all in line with expectations
- ▶ German preliminary CPI rose 2.5% y-o-y, and 0.4% m-o-m in February, slightly below expectations of 2.6% y-o-y and 0.5% m-o-m.
- ▶ China manufacturing PMI came in at 49.1 in February slightly above expectations of 49.0 while non-manufacturing PMI came in at 51.4, more than the expected 50.7 figure.

Rates and Fixed Income

- ▶ Global rates fell on Thursday. 10Y UK Gilt yields declined the most.
- ▶ Global fixed income indexes rose with Global Treasuries outperforming.

Currencies

- ▶ Broad USD rose on Thursday.
- ▶ EUR, GBP weakened against the USD. The JPY strengthened against the USD.

Equities

- ▶ Global equities rebounded on Thursday, NASDAQ outperformed. Hang Seng and Nikkei 225 declined.
- ▶ GCC equities ended mixed on Thursday, Oman outperformed while Bahrain underperformed.

Commodities

- ▶ BBG Commodity index inched higher on Thursday.
- ▶ Gold and copper prices rose, oil prices inched lower.

Key events in the day ahead

- ▶ US ISM manufacturing
- ▶ US University of Michigan sentiment
- ▶ Eurozone CPI

Performance snapshot*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.31	0.00	-1.00	0.00
UAE Eibor 3m	5.29	15.80	5.01	-18.41
UAE Eibor 12m	5.29	0.50	24.25	-32.60
US 3m Bills	5.38	-1.12	2.01	-1.64
US 10yr Treasury	4.25	-1.37	33.78	-0.50
German 10yr Bund	2.41	-4.80	24.50	-2.10
UK 10yr Gilt	4.12	-6.10	33.00	2.80
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	459	0.23	-1.26	0.99
Global Treasuries	196	0.30	-1.30	0.52
Global Corporate	267	0.10	-1.34	1.89
EM USD Sovereign	377	0.23	0.71	4.38
EM LCY Sovereign	145	0.20	0.25	1.53
Global High Yield	1,531	0.09	0.79	4.59
Currencies				
Dollar Index	104.16	0.17	0.85	1.35
EUR USD	1.0805	-0.30	-0.12	-1.50
GBP USD	1.2625	-0.29	-0.50	-0.55
USD JPY	149.98	-0.47	2.08	1.86
Equities				
S&P 500	5,096	0.52	5.17	11.99
Dow Jones	38,996	0.12	2.22	10.06
NASDAQ	16,092	0.90	6.12	12.86
STOXX 600	495	0.00	1.84	7.73
DAX	17,678	0.44	4.58	9.35
Nikkei 225	39,166	-0.11	7.94	17.54
FTSE 100	7,630	0.07	-0.01	2.78
SENSEX	72,500	0.27	1.04	8.37
Hang Seng	16,511	-0.15	6.63	-2.84
MSCI World	3,337	0.44	4.11	10.73
MSCI EM	1,021	0.22	4.63	3.86
Regional Equities				
ADX	9,255	-0.31	-2.67	-3.13
DFM	4,309	0.43	3.35	7.73
Tadawul	12,631	0.15	7.07	13.76
DSM	10,475	-0.12	3.82	4.83
MSM30	4,555	0.49	-0.15	-2.14
BHSE	2,005	-0.96	-2.99	3.22
KWSE	7,441	0.27	2.37	12.68
Commodities				
BBG Commodity Index	96.7	0.04	-1.89	-5.51
Brent USD/bbl	83.6	-0.07	2.34	0.63
Gold USD/t oz	2,044.3	0.48	0.23	0.00
Copper USD/MT	8,389.0	0.58	-1.46	0.06
Volatility				
VIX	13.40	-3.18	-6.62	3.24
MOVE	109.10	0.36	1.70	-4.79

Source: Bloomberg, and ADCB Asset Management

Notes: *Data as at 10AM UAE time – March 1, 2024. Performance in local currency terms.

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