

Daily Market View

May 21, 2024

Stocks rose on Monday

- ▶ Japan tertiary index declined in March.
- ▶ China 1-yr and 5-yr loan prime rates were kept unchanged.
- ▶ Global stocks rallied, London copper spot price rose over 4%.

Chart of the day: The precious metal extends its record rally.

Gold futures rush higher



Source: Bloomberg

Macroeconomic news

- ▶ Japan Tertiary Industry Index for March declined more than expected, falling by 2.4%, higher than Bloomberg expectations of -0.1% and less than revised February figure of 2.2%.
- ▶ China 1-Yr and 5-Yr Loan prime rates remained unchanged on Monday at 3.45% and 3.95% respectively.

Rates and Fixed Income

- ▶ Global rates rose on Monday, led by 10Y UK Gilt yields.
- ▶ Fixed income indices ended mixed, Global High Yield outperformed while Global Treasuries underperformed.

Currencies

- ▶ Broader USD increased on Monday.
- ▶ The GBP was flat against the USD while the JPY and EUR weakened against the USD.

Equities

- ▶ Global equities rose with the exception of DJIA. The Nikkei 225 outperformed.
- ▶ GCC stocks declined on Monday with the exception of Bahrain. Saudi underperformed.

Commodities

- ▶ BBG Commodity Index rose on Monday.
- ▶ Copper rose over 4%, gold also rose. Oil prices declined.

Key events in the day ahead

- ▶ Germany PPI
- ▶ Fed's Thomas Barkin, Christopher Waller, John Williams, Raphael Bostic, Susan Collins, Loretta Mester speak

Performance snapshot*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.31	0.00	0.00	1.00
UAE Eibor 3m	5.17	-2.67	4.75	-16.71
UAE Eibor 12m	5.51	-2.05	8.03	34.06
US 3m Bills	5.39	0.19	2.01	2.35
US 10yr Treasury	4.44	2.35	-17.74	16.41
German 10yr Bund	2.53	1.40	2.90	12.70
UK 10yr Gilt	4.17	4.20	-6.10	6.10

Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	458	-0.18	1.44	0.23
Global Treasuries	194	-0.22	1.07	-0.42
Global Corporate	270	-0.09	2.08	1.24
EM USD Sovereign	387	0.03	2.46	3.93
EM LCY Sovereign	145	-0.05	1.57	0.77
Global High Yield	1,569	0.05	2.43	3.27

Currencies				
Dollar Index	104.57	0.11	-1.50	0.28
EUR USD	1.0857	-0.11	1.89	0.74
GBP USD	1.2706	0.04	2.72	0.83
USD JPY	156.26	0.39	1.05	4.03

Equities				
S&P 500	5,308	0.09	6.86	6.04
Dow Jones	39,807	-0.49	4.79	3.05
NASDAQ	16,795	0.65	9.90	6.46
STOXX 600	524	0.18	4.93	6.57
DAX	18,769	0.35	5.82	9.65
Nikkei 225	39,070	0.73	5.40	1.51
FTSE 100	8,424	0.05	6.69	9.24
SENSEX	74,006	0.12	1.26	2.18
Hang Seng	19,636	0.42	21.03	20.17
MSCI World	3,477	0.13	6.80	5.84
MSCI EM	1,102	0.19	9.73	8.43

Regional Equities				
ADX	9,038	-0.04	-0.97	-4.13
DFM	4,067	-0.03	-2.57	-4.50
Tadawul	12,125	-0.60	-3.02	-2.88
DSM	9,677	-0.26	-1.55	-4.70
MSM30	4,782	-0.22	1.37	3.28
BHSE	2,018	0.44	-0.17	-2.40
KWSE	7,152	-0.15	2.22	-2.47

Commodities				
BBG Commodity Index	107.2	1.42	4.06	11.42
Brent USD/bbl	83.7	-0.32	-4.10	0.29
Gold USD/t oz	2,425.3	0.42	1.40	20.45
Copper USD/MT	10,857	4.41	11.37	30.46

Volatility				
VIX	12.15	1.33	-35.06	-14.68
MOVE	88.13	-1.37	-20.79	-19.29

Source: Bloomberg, and ADCB Asset Management

Notes: *Data as at 10AM UAE time – May 21, 2024. Performance in local currency terms.

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