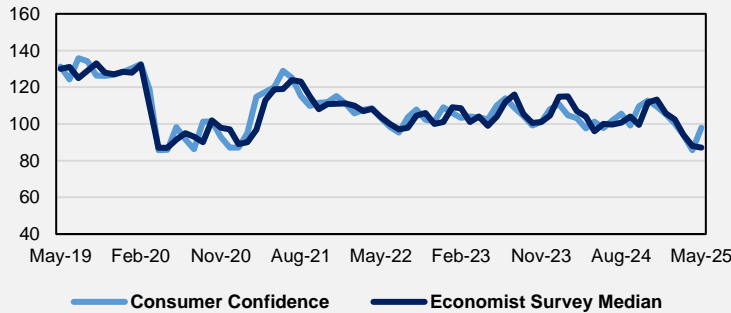


Equities rose, supported by signs of easing trade tensions

- ▶ US conference board consumer confidence rose in May
- ▶ 30Y UST yields fell the most in a day since mid-April
- ▶ Gold prices declined as the USD strengthened

Chart of the day: US consumer confidence bounces back

From a five-year low and above all estimates



Source: Bloomberg, and ADCB Asset Management

Macroeconomic news

- ▶ US durable goods orders in April, fell 6.3% MoM, the largest drop since January 2024, driven by a steep decline in transportation equipment orders.
- ▶ US conference board consumer confidence rose to 102.0 in May, up from a revised 97.5 in April, as consumers' views on current conditions and job availability improved.
- ▶ Japan's services PPI rose to 3.1% in April, lower than the upwardly revised 3.3% gain but above the market estimate of 3.0%.
- ▶ French CPI in May slowed to 2.2% YoY from 2.4% in April, as energy and food inflation moderated.

Rates and Fixed Income

- ▶ DM sovereign bond yields fell with the 30Y UST yield declining below 5% on signs that Japan may be considering to reduce long-dated bond issuance of Japanese government bonds.
- ▶ Fixed income indexes rose, led by rally in EM USD sovereigns, Global corporates and Global HY.

Currencies

- ▶ The broader USD index rose, driven by US consumer confidence rebound, positive trade momentum and surge in bonds.
- ▶ The EUR, GBP and JPY weakened against the USD.

Equities

- ▶ Global markets rose, supported by signs of easing trade tensions and bond market rally. US equities led the outperformance with all three major Wall Street indexes recorded gains, opening after Monday's Memorial Day holiday.
- ▶ GCC markets mostly rose except for Saudi and Qatar.

Commodities

- ▶ Oil prices fell on expectations of higher global supply after reports of progress in US-Iran talks and ahead of OPEC+ meeting.
- ▶ Gold prices declined, as reduced trade tensions diminished demand for safe-haven assets.

Key events in the day ahead

- ▶ FOMC Meeting Minutes.
- ▶ OPEC Meeting.
- ▶ German Unemployment Change (May).
- ▶ German Unemployment Rate (May).
- ▶ French GDP YoY (Q1).

Performance snapshot*

Rates	Latest	1D (bp)	1M	3M(bp)
SOFR	4.26	0.00	-10.00	-8.00
UAE Eibor 3m	4.13	-7.20	3.10	-8.65
UAE Eibor 12m	4.14	-8.53	-0.99	-25.45
US 3m Bills	4.30	-3.67	1.50	1.24
US 10yr Treasury	4.44	-6.74	23.54	4.33
German 10yr Bund	2.53	-2.80	1.10	5.50
UK 10yr Gilt	4.67	-1.50	15.70	10.20
Fixed Income		1D (%)	1M	3M(%)
Global Agg. Index	487	0.11	-0.31	3.27
Global Treasuries	206	0.00	-0.45	3.65
Global Corporate	288	0.37	-0.17	2.72
EM USD Sovereign	417	0.48	0.48	0.87
EM LCY Sovereign	157	-0.10	2.08	3.35
Global High Yield	1,732	0.32	1.20	2.18
Currencies				
Dollar Index	99.52	0.59	0.52	-6.64
EUR USD	1.1332	-0.45	-0.69	8.20
GBP USD	1.3507	-0.42	0.70	6.86
USD JPY	144.38	1.16	1.43	-3.48
Equities				
S&P 500	5,922	2.05	7.10	-1.03
Dow Jones	42,344	1.78	5.26	-2.57
NASDAQ	19,199	2.47	10.56	-0.46
STOXX 600	552	0.33	5.57	-0.19
DAX	24,226	0.83	8.78	8.03
Nikkei 225	37,724	0.51	5.26	-2.72
FTSE 100	8,778	0.69	4.29	1.38
SENSEX	81,552	-0.76	1.66	9.53
Hang Seng	23,382	0.43	6.42	0.17
MSCI World	3,869	1.45	6.63	1.07
MSCI EM	1,164	-0.52	5.58	2.50
Regional Equities				
ADX	9,674	0.16	2.18	0.82
DFM	5,505	0.37	5.52	3.18
Tadawul*	10,925	-1.36	-7.29	-11.32
DSM*	10,648	-0.78	3.34	-0.17
MSM30*	4,530	0.42	5.54	2.29
BHSE*	1,922	0.08	1.60	-1.40
KWSE*	8,070	0.37	2.14	-0.39
Commodities				
BBG Commodity Index	101.9	-0.75	-1.15	-3.73
Brent USD/bbl	64.1	-1.00	-2.69	-14.30
WTI USD/bbl	60.9	-1.04	-1.87	-13.88
Gold USD/t oz	3,297.9	-1.32	-1.16	12.04
Silver USD/t oz	33.3	-0.68	0.31	2.83
Platinum USD/t oz	1,084.7	-0.54	9.55	11.83
Aluminium	2,482.8	0.98	1.20	-6.28
Copper USD/MT	9,653.0	0.60	1.74	2.01
Digital Assets				
Bitcoin	109,615.9	0.00	14.69	22.67
Ether	2,669.3	3.97	46.10	5.25
Solana	178.1	1.52	17.51	19.85
XRP	2.3	0.53	1.29	-0.91
Volatility				
VIX	18.96	-7.83	-21.56	-2.42
MOVE	97.93	-2.95	-12.77	1.37

Source: Bloomberg, and ADCB Asset Management

Notes: Data as at 7AM UAE time – May 28, 2025. Performance in local currency terms.

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