

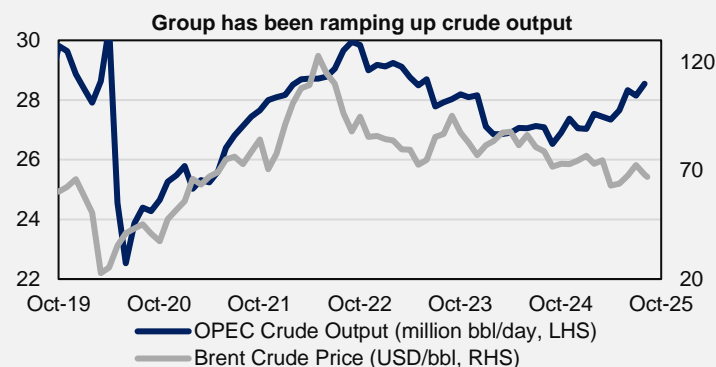
Daily Market View

Investment Strategy | September 10, 2025

Wall street closed at record high on hopes for deeper rate cuts

- ▶ **US small business optimism improved in August.**
- ▶ **UK retail sales climbed by 3.1% in August.**
- ▶ **China consumer prices fell by more than expected in August.**

Chart of the day: OPEC production rising



Macroeconomic news

- ▶ US NFIB Small Business Optimism Index increased by 0.5 points in August to 100.8, nearly 3 points above its 52-year average. Indicating weaker breadth, of the 10 components, four rose, four fell, and two stayed the same, with higher expected real sales, mainly driving the increase.
- ▶ UK retail sales rose 3.1% YoY in August, beating the 12-month average of 2%. Food sales grew by 4.7%, while non-food sales were up 1.8%. In-store non-food sales increased 1.3%, all above their respective 12-month averages.
- ▶ France's industrial output dropped 1.1% in July after a strong 3.7% increase in June driven by aerospace gains. The "other transport equipment" sector has been volatile, falling 16% in July after a 26.1% jump the previous month. Overall, production remains above May levels, with output over the past three months, up 0.6% from the prior quarter and 0.8% YoY. Construction rose 0.6% in July but is still 3.6% lower than last year.
- ▶ Chinese consumer price index inflation shrank more than expected in August, China's CPI fell 0.4% YoY and the PPI fell 2.9% YoY in August as expected.

Rates and Fixed Income

- ▶ 10Y UST yields rose ahead of upcoming inflation reports.
- ▶ Fixed income indices fell, barring EM LCY Sovereign and EM USD Sovereign.

Currencies

- ▶ The USD strengthened on Tuesday.
- ▶ The EUR and the GBP fell against the USD, while the JPY rose against the USD.

Equities

- ▶ All three major US stock indexes advanced: the S&P 500 closed at a record high (+0.27%), the Dow gained 0.43%, and the Nasdaq achieved its second consecutive record close (+0.37%).
- ▶ The pan-European STOXX 600 was largely flat, and emerging market stocks increased 1.03%.

Commodities

- ▶ Oil prices climbed after Israeli military action in Doha.
- ▶ Gold prices moved largely sideways following a record rally.

Key events in the day ahead

- ▶ US PPI (Aug).
- ▶ US Monthly Budget Statement (Aug).

Performance snapshot*

Rates	Latest	1D (bp)	1M(bp)	3M(bp)
SOFR	4.40	0.00	6.00	11.00
UAE Eibor 3m	4.13	-4.96	-2.06	-10.98
UAE Eibor 12m	3.96	-3.62	-12.70	-14.64
US 3m Bills	4.02	0.00	-21.17	-32.83
US 10yr Treasury	4.09	4.77	-13.82	-38.63
German 10yr Bund	2.66	1.70	0.90	9.20
UK 10yr Gilt	4.62	1.80	9.70	-0.90

Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	500	-0.10	0.97	2.50
Global Treasuries	210	-0.05	0.70	1.65
Global Corporate	301	-0.16	1.34	3.97
EM USD Sovereign	440	0.05	1.34	4.85
EM LCY Sovereign	160	0.07	0.85	1.72
Global High Yield	1,815	-0.02	1.30	4.09

Currencies

Dollar Index	97.79	0.34	-0.40	-1.16
EUR USD	1.1719	-0.19	0.72	2.57
GBP USD	1.3535	-0.02	1.41	-0.18
USD JPY	147.27	-0.28	-0.05	1.99

Equities

S&P 500	6,513	0.27	2.64	8.44
Dow Jones	45,711	0.43	3.44	6.90
NASDAQ	21,879	0.37	3.35	11.68
STOXX 600	552	0.06	2.09	-0.15
DAX	23,718	-0.37	-0.86	-1.89
Nikkei 225	43,459	-0.42	6.53	14.10
FTSE 100	9,243	0.23	0.85	4.64
SENSEX	81,101	0.39	0.69	-1.63
Hang Seng	25,938	1.19	4.12	7.26
MSCI World	4,213	0.21	2.93	7.50
MSCI EM	1,295	1.03	4.09	8.51

Regional Equities

ADX	9,954	-0.07	-3.64	2.11
DFM	5,958	0.38	-3.22	6.53
Tadawul*	10,529	0.31	-2.81	-6.36
DSM*	11,107	-0.16	-4.65	3.23
MSM30*	5,073	-0.11	2.90	11.49
BHSE*	1,947	0.46	0.04	-0.01
KWSE*	8,712	0.84	0.17	3.72

Commodities

BBG Commodity Index	103.0	-0.09	2.58	-0.17
Brent USD/bbl	66.4	0.56	-0.75	-0.97
WTI USD/bbl	62.6	0.59	-2.67	-4.07
Gold USD/t oz	3,645.1	0.12	7.97	9.21
Silver USD/t oz	40.9	-1.16	8.05	11.20
Platinum USD/t oz	1,374.7	-0.87	2.82	12.66
Aluminum	2,624.2	0.19	0.60	6.12
Copper USD/MT	9,822.5	0.12	2.27	-0.27

Digital Assets

Bitcoin	111,517	-0.42	-3.10	2.53
Ether	4,304.0	0.15	17.09	66.12
Solana	216.3	0.84	28.70	38.11
XRP	3.0	-0.28	-1.34	28.13

Volatility

VIX	15.04	-0.46	-10.32	-12.35
MOVE	82.20	-2.14	-2.01	-11.25

Source: Bloomberg, and ADCB Asset Management

Notes: Data as at 8AM UAE time – September 10, 2025. Performance in local currency terms.

Prepared by the Investment Strategy Team

Mohammed Al Hemeiri
Senior Analyst
Tel: +971 (0)2 8126450
mohammed.alhemeiri@adcb.com

Kishore Muktinutalapati
Head - Investment Strategy
Tel: +971 (0)2 8126457
kishore.muktinutalapati@adcb.com

Prerana Seth, CFA
Fixed Income Strategist
Tel: +971 (0)2 8126449
prerana.seth@adcb.com

Visit [Investment Strategy Webpage](#) to read our other reports

Awarded Best Private Bank UAE & Middle East | Best for HNW Clients UAE & Middle East | Best for Investment Research UAE & Middle East – Euromoney 2025

Disclaimer

ADCB Asset Management Limited (“AAML”), is a member of ADCB Group, licensed by Financial Services Regulatory Authority in Abu Dhabi Global Markets under financial services permission number 170036.8

This publication is intended for general information purposes only. It should not be construed as an offer, recommendation or solicitation to purchase or dispose of any securities or to enter in any transaction or adopt any hedging, trading or investment strategy. Neither this publication nor anything contained herein shall form the basis of any contract or commitment whatsoever. Distribution of this publication does not oblige ADCB Group to enter into any transaction.

The content of this publication should not be considered as legal, regulatory, credit, tax or accounting advice. Anyone proposing to rely on or use the information contained in the publication should independently verify and check the accuracy, completeness, reliability and suitability of the information and should obtain independent and specific advice from appropriate professionals or experts regarding information contained in this publication. Investment products are not available to US persons.

Information and opinions contained herein is are based on various sources, including but not limited to public information, annual reports and statistical data that AAML considers accurate and reliable. However, AAML makes no representation or warranty as to the accuracy or completeness of any statement made in or in connection with this publication and accepts no responsibility whatsoever for any loss or damage caused by any act or omission taken as a result of the information contained in this publication. This publication is intended for customers who are either retail or professional investors.

Charts, graphs and related data or information provided in this publication are intended to serve for illustrative purposes only. The information contained in this publication is prepared as of a particular date and time and will not reflect subsequent changes in the market or changes in any other factors relevant to their determination. All statements as to future matters are not guaranteed to be accurate. AAML expressly disclaims any obligation to update or revise any forward looking statement to reflect new information, events or circumstances after the date of this publication or to reflect the occurrence of unanticipated events.

ADCB Group does and may at any time solicit or provide commercial banking, investment banking, credit, advisory or other services to the companies covered in its publications. As a result, recipients of this publication should be aware that any or all of foregoing services may at time give rise to a conflict of interest that could affect the objectivity of this publication. Opinions expressed herein may differ from opinions expressed by other businesses or affiliates of ADCB Group.

Past performance does not guarantee future results. Investment products are not bank deposits and are not guaranteed by ADCB Group. They are subject to investment risk, including possible of loss of principal amount invested. This publication may not be reproduced or circulated without ADCB Group written authority. The manner of circulation and distribution may be restricted by law or regulation in certain jurisdictions. Persons who come into possession of this document are required to inform themselves of, and to observe such restrictions. Any unauthorized use, duplication, or disclosure of this document is prohibited by law and may result in prosecution.