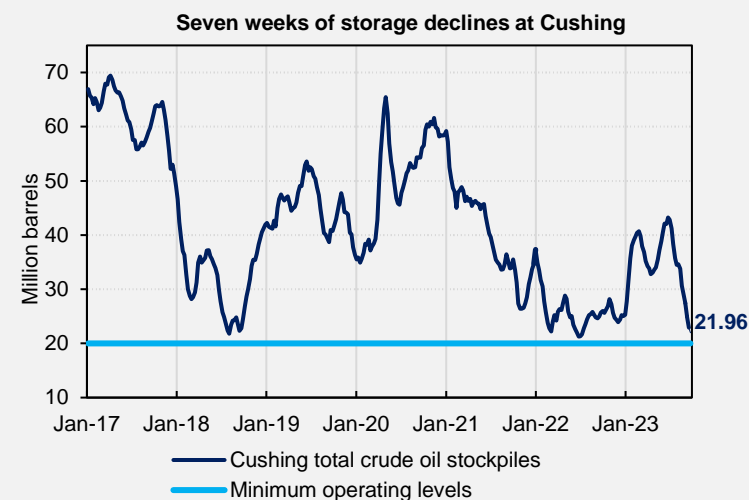


## Oil hits 1-year high

- ▶ US crude stockpile decline adds to supply concerns.
- ▶ 10Y yields rise, stock and commodity performance mixed.
- ▶ Dollar strength continues.

Chart of the Day: Oil stockpiles at critical level



### Macroeconomic news

- ▶ The US is on track for a government shutdown despite incremental progress late Tuesday in the House and Senate on rival spending bills.
- ▶ US durable goods increased 0.2% in August, above expectations of a 0.5% decline, and well above July's figure of -5.2%. US MBA mortgage applications fell 1.3% in the week of September 22 versus an increase of 5.4% the week prior.

### Rates and Fixed Income

- ▶ 10Y UST yields rose once again to new multi-year highs, 3M yields also increased. Yields on 10YR German and UK bonds also rose.
- ▶ Global bond indices continued to decline for a third straight session.

### Currencies

- ▶ USD strength continued on Wednesday, as the dollar index rose 0.41%, EURUSD underperformed.

### Equities

- ▶ Major global equities were mixed. Major US indices showed mixed results while European equities continued to decline. STOXX 600 had its fifth straight decline on Wednesday. Hang Seng outperformed.
- ▶ GCC ended mixed with Saudi rebounding on Wednesday.

### Commodities

- ▶ WTI hit 95 USD/bbl., a 1-year high, after a critical drop in stockpiles at major storage hub Cushing, Oklahoma. Brent prices rose as well.
- ▶ Gold and copper prices dropped over 1% on a stronger USD.

### Key events in the day ahead

- ▶ US Initial Jobless Claims.
- ▶ Japan Industrial Production MoM.

### Performance snapshot\*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.31	1.00	1.00	26.00
UAE Eibor 3m	5.22	-10.04	-16.08	5.70
UAE Eibor 12m	5.59	-2.72	1.86	15.57
US 3m Bills	5.47	2.78	-2.47	13.91
US 10yr Treasury	4.61	7.19	39.52	88.94
German 10yr Bund	2.84	4.50	28.20	48.70
UK 10yr Gilt	4.36	3.50	-8.30	-1.70
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	435	-0.47	-2.28	-4.28
Global Treasuries	187	-0.46	-2.57	-4.98
Global Corporate	250	-0.48	-1.87	-3.03
EM USD Sovereign	345	-0.33	-2.20	-2.75
EM LCY Sovereign	136	-0.35	-2.29	-2.73
Global High Yield	1,400	-0.29	-0.90	-0.02
Currencies				
Dollar Index	106.67	0.41	2.49	3.64
EUR USD	1.0503	-0.65	-2.91	-3.75
GBP USD	1.2135	-0.19	-3.67	-3.93
USD JPY	149.63	0.38	-1.87	-3.25
Equities				
S&P 500	4,275	0.02	-2.85	-1.99
Dow Jones	33,550	-0.20	-2.11	-0.58
NASDAQ	13,093	0.22	-3.60	-3.23
STOXX 600	447	-0.18	-0.89	-0.84
DAX	15,217	-0.25	-2.65	-3.97
Nikkei 225	32,372	0.18	2.43	-0.33
FTSE 100	7,593	-0.43	3.51	2.74
SENSEX	66,119	0.26	1.90	4.61
Hang Seng	17,612	0.83	-1.28	-6.38
MSCI World	2,841	-0.14	-2.29	-2.32
MSCI EM	948	0.12	-2.14	-3.69
Regional Equities				
ADX	9,812	-0.01	0.51	3.00
DFM	4,142	-0.29	1.04	9.53
Tadawul	11,077	1.45	-3.11	-2.12
DSM	10,265	-0.59	-1.17	1.89
MSM30	4,678	0.20	-2.52	-1.83
BHSE	1,938	0.14	-0.75	1.54
KWSE	6,887	-0.12	-1.58	-1.49
Commodities				
BBG Commodity Index	105.8	0.35	0.28	4.49
Brent USD/bbl	96.6	2.76	15.34	31.53
Gold USD/t oz	1,875.1	-1.34	-2.36	-1.70
Copper USD/MT	8,017.0	-1.11	-4.35	-4.18
Volatility				
VIX	18.22	-3.80	16.20	32.61
MOVE	122.09	3.71	10.62	10.14

Source: Bloomberg, and ADCB Asset Management

Notes: \*Data as at 8AM GST on September 28, 2023 unless stated otherwise. Performance in local currency terms.

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