

Daily Market Brief

August 10th 2023



FOREIGN EXCHANGE MARKETS

(Sources: Bloomberg / Forexlive)

EURUSD

EUR/USD portrays the tug-of-war between the bulls and the bears as the quote remains tightly gripped around the 1.0980 resistance amid early Thursday. In doing so, the Euro pair justifies the market's cautious mood ahead of the European Central Bank's (ECB) monthly Economic Bulletin and the US States inflation data, per the Consumer Price Index (CPI) for July.

GBPUSD

GBP/USD stays defensive around 1.2715-20 heading into Thursday's London open as market players remain cautious ahead of the US inflation data for July. Also acting as a barrier for the Pound Sterling traders is the news suggesting the UK's step to ban British investment in China's technology companies. Furthermore, fears of the British recession and likely higher rates in London seem to also challenge the Cable pair.

USDJPY

USD/JPY picks up bids to refresh the monthly high near 143.90 as it ignores the US Dollar inaction ahead of the key data during early Thursday. In doing so, the Yen pair justifies the recently firmer US Treasury bond yields, as well as the dovish concerns about the Bank of Japan (BoJ) after Japan inflation clues.

Fx rates	Last	High	Low	% Daily	% Weekly	% YTD
EUR-USD	1.0984	1.0988	1.0967	0.09	0.32	2.61
GBP-USD	1.2724	1.2725	1.2709	0.04	0.12	5.31
USD-JPY	144.00	144.09	143.63	0.19	-0.99	-8.94
USD-CHF	0.8767	0.8777	0.8761	-0.07	-0.29	5.45
Commodities	Last	High	Low	% Daily	% Weekly	% YTD
Gold	1918.08	1919.20	1914.69	0.19	-0.83	5.16
Silver	22.69	22.73	22.63	0.10	-3.76	-5.30
Crude Oil	84.55	84.63	84.11	0.18	3.68	7.23
Bitcoin	29576.75	29639.63	29423.03	0.32	1.87	78.82
Etherium	1852.15	1857.45	1846.62	0.03	1.04	54.43
Period	1 M	3 M	12 M			
USD LIBOR *	5.43	5.63	6.04			
EURIBOR	3.62	3.77	4.07			
SOFR	5.31	5.37	5.31			
Notes/Bonds	2 Y	10 Y	30 Y			
US	4.81	4.02	4.19			
BTP - BUND	0.67	1.65	1.99			
GILTS	4.93	4.37	4.56			

INTERNATIONAL EQUITY MARKETS

(Sources: Bloomberg / Reuters)

UNITED STATES OF AMERICA

U.S. stocks closed lower on Wednesday, the day after a report showed Americans borrowed more than ever on their credit cards in the last quarter, and a day ahead of U.S. Consumer Price Index (CPI) inflation data that could influence Federal Reserve interest rate decisions.

EUROPE

European banking shares rebounded on Wednesday following a sharp fall the day before, after the Italian government softened its stance on a tax targeting the profits of its lenders.

ASIA

China and Hong Kong shares fell on Thursday, hit by concerns over the troubled property sector and U.S. President Joe Biden's ban on investments into Chinese technology, although gains in energy-related stocks limited losses.

Index	Close	% Daily	% M	YTD	Futures	% Change
DJIA	35123.36	-0.54	3.47	5.96	35335.00	0.38
S&P	4467.71	-0.70	1.32	16.36	4503.00	0.38
Nasdaq	13722.02	-1.17	0.27	31.10	15239.75	0.40
DJ EuroStoxx50	4317.33	0.66	1.43	13.81	4357.00	0.65
FTSE 100	7587.30	0.80	4.31	1.82	7593.50	0.42
CAC 40	7322.04	0.72	2.50	13.10	7330.00	N/A
DAX	15852.58	0.49	1.14	13.85	15991.00	0.58
IBEX 35	9354.40	0.57	1.10	13.67	9356.40	N/A
FTSE MIB	28308.09	1.31	1.56	19.41	28405.00	N/A
Nikkei	32204.33	0.85	0.90	24.46	32460.00	0.74
Hang Seng	19246.03	-0.68	3.44	-3.36	19120.00	-0.58
DFM General	4070.54	-0.18	2.35	22.02	N/A	N/A
MSCI Tadawoul	11286.21	0.37	-2.60	7.71	N/A	N/A
Leb. Mrkts	Closing Px	High	Low	% Daily	% Weekly	YTD
Solidere A	80.45	81.00	80.05	0.06	-2.01	32.10
Solidere B	81.70	83.30	80.25	-1.63	2.13	35.38

MUST READ

(Source: Bloomberg/ Forexlive)

Disney+ subscribers decline as company's streaming loss narrows

Disney reported fiscal third quarter earnings that beat expectations after the company revealed its flagship sports network ESPN struck a \$2 b deal with (PENN) to launch ESPN Bet, a branded sportsbook. Still, Disney+ subscribers missed estimates in the quarter, causing shares to initially slide in after-hours trading. The stock bounced back during the earnings call, however, after the company said full-year 2023 capital expenditures will total \$5 billion, lower than the prior \$6 b forecast. Disney also said it would resume paying a dividend by the end of 2023. Shares climbed by as much as 5%. The company reported 146.1 million total Disney+ subscribers, a 7.4% decline from the previous quarter. Analysts polled by Bloomberg had expected a narrower loss of 154.8 m paying users. The majority of the losses came from its Indian brand Disney+ Hotstar, which saw users drop by 24% on a sequential basis. Disney said Hotstar is not financially material to the company due to its lower average revenue per user, or ARPU. Domestic users, which include those in the US and Canada, dropped by 1%. Amid Disney's continued efforts to slash \$5.5 b in costs this year, streaming losses came in at \$512 million compared to a loss of \$1.1 billion in the prior-year period and significantly ahead of estimates of a loss of \$777 m. The company reported a streaming loss of \$659 million in Q2 and a \$1.1 b loss in Q1.

MAIN WEEKLY EARNINGS

(Source: Nasdaq)

Company	Ticker	Market Cap	Date	Time	Estimate	Year Ago
Alibaba Group Ho	BABA US	\$247.7 B	10-Aug-23	Pre-mkt	1.65	1.40
Brookfield Corpor	BN US	\$54.3 B	10-Aug-23	Pre-mkt	N/A	0.34
Home Depot	HD US	\$329.5 B	15-Aug-23	Pre-mkt	4.46	5.05
Sea Limited	SE US	\$32.3 B	15-Aug-23	Pre-mkt	0.49	-1.35
Cisco Systems	CSCO US	\$216.2 B	16-Aug-23	After-mkt	0.95	0.74

ECONOMIC CALENDAR

(Source: Forexlive)

(10-08-23) EA- Economic Bulletin

(10-08-23) US- Initial Jobless Claims AUG

(10-08-23) US- Consumer Price Index JUL; Consumer Price ex Food & Energy JUL

(10-08-23) US- Monthly Budget Statement JUL; Fed's Bostic, Harker speech

(11-08-23) GB- Gross Domestic Product QoQ, YoY Q2 preliminar

(11-08-23) GB- Manufacturing Production JUN; Industrial Production JUN

(11-08-23) US- Producer Price Index ex Food & Energy JUL

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