

## Mixed market on the last day of the week

- ▶ **UST yields and the USD dollar rose again.**
- ▶ **Equities gained, Japan was an exception.**
- ▶ **Energy prices rose, other commodities fell.**

### Macroeconomic news

- ▷ New York Fed President John Williams said late Thursday that the US monetary policy is "in a good place," but will still need to go through more data to decide on interest rate decisions – reinforcing the Fed's data-dependent approach.
- ▷ G-20 meeting in New Delhi concluded with joint communique including consensus on Russia-Ukraine war, elevating the African union as a full G-20 member, and discussion around climate change and debt sustainability.
- ▷ US Treasury secretary Janet Yellen said China had the policy space to tackle its economic slowdown.

### Rates and Fixed Income

- ▷ On Friday, 10Y US Treasury yields increased 2bp while US 3m Bill yields remained relatively unchanged.
- ▷ Germany 10Y Bund yields declined slightly however UK 10Y Gilts yields declined 3bp.
- ▷ Global Aggregate bond index and Treasuries indices increased slightly. Global Corporate and EM USD Sovereign Bond indices rose 0.17% and 0.23% respectively.

### Currencies

- ▷ The broader USD index rose slightly to 105.09.
- ▷ EUR/USD rose while GBP/USD declined – both movements were marginal.
- ▷ USD strengthened against the Japanese Yen.

### Equities

- ▷ MSCI World outperformed EM however both indices did not have significant moves.
- ▷ US equities rose on Friday. European equities rose as well – in particular FTSE100 rose 0.49% and outperformed. Asian equities were mixed as Sensex rose half a percent while Nikkei declined. HK market was closed.
- ▷ ADX and DFM both rose on the back of talks that a new infrastructure deal between the UAE and other nations is on the way.

### Commodities

- ▷ Oil prices extended gains to a 9-month high on Friday on rising US diesel futures and on worries about tight supplies from Saudi Arabia and Russia.
- ▷ Precious metals declined, as treasury bond yields and the dollar rose with Platinum declining more than 1%
- ▷ Copper declined on Friday heading for the biggest weekly loss in four weeks, driven by a stronger dollar and weak economic data from China.

### Key events in the day ahead

- ▷ Germany ZEW Survey Expectations & Current Situation
- ▷ UK Jobless Claim Change
- ▷ China Money Supply M2
- ▷ Japan Machine Tool Orders

### Performance snapshot\*

Rates	Latest	Daily (bp)
SOFR	5.31	0.00
UAE Eibor 3m	5.24	-10.83
UAE Eibor 12m	5.56	1.20
US 3m Bills	5.44	0.02
US 10yr Treasury	4.26	2.00
German 10yr Bund	2.61	-0.30
UK 10yr Gilt	4.42	-3.07
Fixed Income		Daily (%)
Global Agg. Index	444	0.09
Global Treasuries	191	0.04
Global Corporate	255	0.17
EM USD Sovereign	353	0.23
EM LCY Sovereign	138	0.01
Global High Yield	1419	0.12
Currencies		
Dollar Index	105.09	0.03
EUR USD	1.07	0.04
GBP USD	1.25	-0.03
USD JPY	147.83	0.36
Equities		
S&P 500	4457	0.14
Dow Jones	34577	0.22
NASDAQ	13762	0.09
STOXX 600	455	0.22
DAX	15740	0.14
Nikkei 225	32607	-1.16
FTSE 100	7478	0.49
SENSEX	66599	0.50
Hang Seng	18450	0.00
MSCI World	2949	0.06
MSCI EM	974	0.03
Regional Equities		
ADX	9691	0.32
DFM	4067	0.21
Tadawul	11298	0.00
DSM	10141	0.00
MSM30	4722	0.00
BHSE	1943	0.00
KWSE	6967	0.00
Commodities		
BBG Commodity Index	106.1	0.07
Brent USD/bbl	90.7	0.81
Gold USD/t oz	1919.1	-0.03
Copper USD/MT	8225	-0.21
Volatility		
VIX	13.8	-3.89
MOVE	104.3	-0.82

Source: Bloomberg, and ADCB Asset Management  
Notes: \*Data as of September 8 2023 unless stated otherwise. Performance in local currency terms.

### Prepared by the Investment Strategy Team

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

## 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.

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.