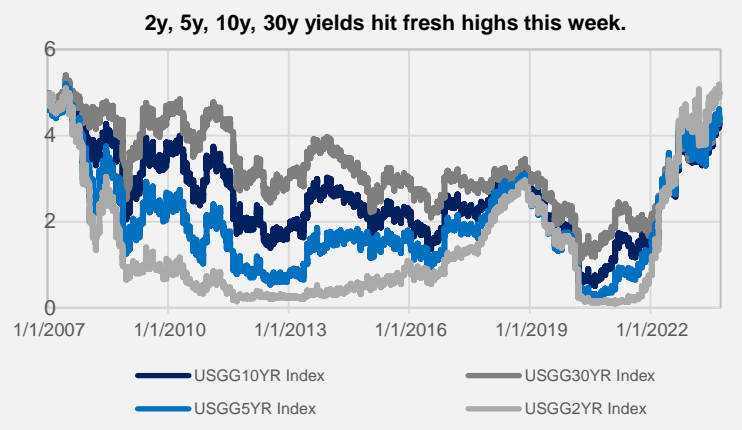


A flurry of central bank decisions.

- ▶ BoE and BoJ kept rates unchanged.
- ▶ Initial jobless claims lowest level since January.
- ▶ Equities and commodities continued losing streak.

Chart of the Day: Treasury Curve at Cycle Highs



Source: Bloomberg, and ADCB Asset Management

Macroeconomic news

- ▶ The BoE kept rates unchanged in September at 5.25%. Switzerland also kept rates unchanged. Turkey raised rates up 5% to 30%, Sweden raised rates from 3.75% to 4%, Norway raised its rates from 4% to 4.25%. BoJ kept its ultra-low interest rates unchanged.
- ▶ US 10Y Treasury yields hit its highest level since 2007 as initial jobless claims were reported at 201,000 versus the Dow Jones prediction of 225,000

Rates and Fixed Income

- ▶ Yields on US 10Y Treasury rose, 3M bill yields inched lower while yields on UK 10Y bonds declined as BoE kept rates unchanged.
- ▶ Global bond indices declined with EM USD sovereign underperforming the most.

Currencies

- ▶ Broader USD inched higher while EURUSD remained unchanged. USD strengthened over the GBP. USDJPY declined.

Equities

- ▶ Major global equities continued to decline with all major indices falling.
- ▶ GCC equities were mixed with Dubai outperforming and Saudi underperforming.

Commodities

- ▶ Oil declined on Thursday, and so did Gold as the dollar rose.
- ▶ Copper prices continued its losing streak.

Key events in the day ahead

- ▶ S&P Global US Manufacturing & Services PMI
- ▶ HCOB Eurozone Manufacturing & Services PMI

Performance snapshot*

Rates	Latest	1D (bp)	1M (bp)	3M (bp)
SOFR	5.30	-1.00	0.00	25.00
UAE Eibor 3m	5.22	21.15	-9.05	8.35
UAE Eibor 12m	5.48	-12.09	-0.52	12.34
US 3m Bills	5.46	-0.08	3.68	16.44
US 10yr Treasury	4.49	8.72	17.01	69.96
German 10yr Bund	2.74	-0.10	3.40	30.20
UK 10yr Gilt	4.31	-3.50	-42.40	-10.00
Fixed Income		1D (%)	1M (%)	3M (%)
Global Agg. Index	440	-0.58	-0.81	-3.34
Global Treasuries	189	-0.53	-1.07	-4.02
Global Corporate	252	-0.74	-0.35	-2.20
EM USD Sovereign	349	-0.97	0.03	-1.24
EM LCY Sovereign	138	-0.44	-0.65	-1.90
Global High Yield	1,412	-0.65	0.30	0.80
Currencies				
Dollar Index	105.36	0.03	1.86	3.03
EUR USD	1.0661	0.00	-1.78	-2.77
GBP USD	1.2298	-0.37	-3.57	-3.69
USD JPY	147.59	-0.51	-1.48	-3.36
Equities				
S&P 500	4,330	-1.64	-1.44	-0.43
Dow Jones	34,070	-1.08	-0.90	0.88
NASDAQ	13,224	-1.82	-1.96	-1.87
STOXX 600	455	-1.30	1.47	0.00
DAX	15,572	-1.33	-0.20	-2.82
Nikkei 225	32,571	-1.37	3.25	-2.82
FTSE 100	7,679	-0.69	5.96	2.60
SENSEX	66,230	-0.85	1.56	4.66
Hang Seng	17,655	-1.29	0.84	-6.48
MSCI World	2,886	-1.71	-0.68	-0.99
MSCI EM	956	-1.50	-0.14	-3.72
Regional Equities				
ADX	9,846	0.24	0.74	4.00
DFM	4,180	1.00	3.11	10.81
Tadawul	10,949	-1.01	-3.69	-3.31
DSM	10,323	0.27	-1.31	0.78
MSM30	4,677	-0.37	-2.06	-0.85
BHSE	1,930	0.38	-1.19	1.13
KWSE	6,936	-0.20	-1.75	-0.12
Commodities				
BBG Commodity Index	106.1	-1.10	1.74	1.24
Brent USD/bbl	93.3	-0.25	11.72	26.63
Gold USD/t oz	1,920.0	-0.53	1.41	0.53
Copper USD/MT	8,101.0	-1.61	-1.68	-4.58
Volatility				
VIX	17.54	15.85	2.39	32.88
MOVE	106.00	9.23	-18.89	-4.37

Source: Bloomberg, and ADCB Asset Management

Notes: *Data as at 8AM GST on September 22, 2023 unless stated otherwise. Performance in local currency terms.

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