

## MARKET HIGHLIGHTS

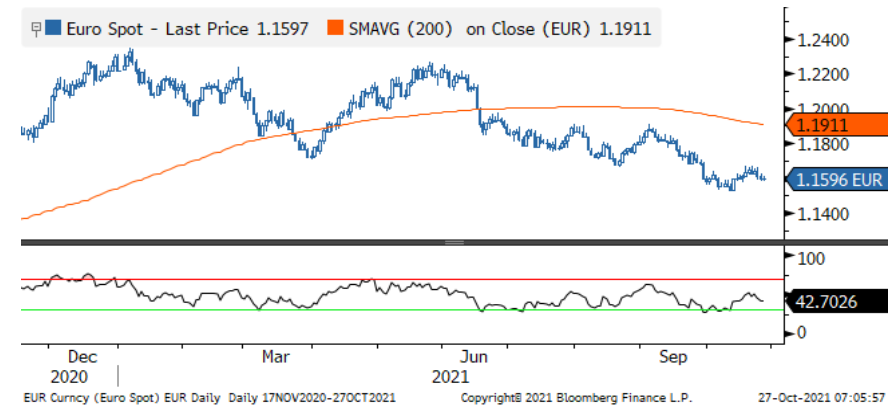
- This morning's risk-off move has made both CHF and JPY outperformers in the G10 space with other currencies largely trading in a narrow range. U.S. equity market futures have followed European shares lower amid a light economic data day. In the commodity currency space, the Canadian Dollar followed crude oil prices lower. 10-year USTs moved lower by 1.4 basis points, while the 2s10s spread contracted by 6.13 basis points.
- Outside of U.S. durable goods orders (exp. -1.1%) market focus today will be on the BoC who is set to release a rate decision at 10am EST. The bank is widely expected to leave interest rates unchanged at 0.25%, and markets will be watching closely for commentary on inflation and when the bank may start hiking rates. Markets are currently pricing in rate hikes starting as early as April 2022, but the bank could push back against those expectations as the economy continues to recover and they bring inflation back towards target levels.
- In the U.K., Chancellor Sunak delivered his budget outline, the first one that is not dominated by the government response to Covid-19. Several measures had already been announced, including an increase in minimum wage due to inflation, spending on health care and ending the public sector pay-freeze. The government predicts the economy will grow 6.5% this year and 6% in 2022.

INDEX	LAST	CHANGE	% CHANGE
<b>ASIA/PACIFIC</b>			
Nikkei 225	29,098.24	-7.77	-0.03%
Hang Seng	25,628.74	-409.53	-1.57%
S&P ASX 200	7,448.71	5.29	0.07%
Kospi	3,025.49	-23.59	-0.77%
Shanghai Comp	3,562.31	-35.33	-0.98%
<b>EUROPE</b>			
Euro Stoxx	4,216.83	-7.14	-0.17%
CAC 40	6,747.72	-18.79	-0.28%
DAX	15,713.44	-43.62	-0.28%
IBEX 35	8,966.90	-34.70	-0.39%
<b>AMERICAS</b>			
Dow Jones	35,756.88	15.73	0.04%
S&P 500	4,574.79	8.31	0.18%
NASDAQ	15,235.71	9.00	0.06%
Mex. Bolsa IPC	52,206.59	372.79	0.72%
Bovespa	106,420	-2295.00	-2.11%
*as of 7:30am EST			

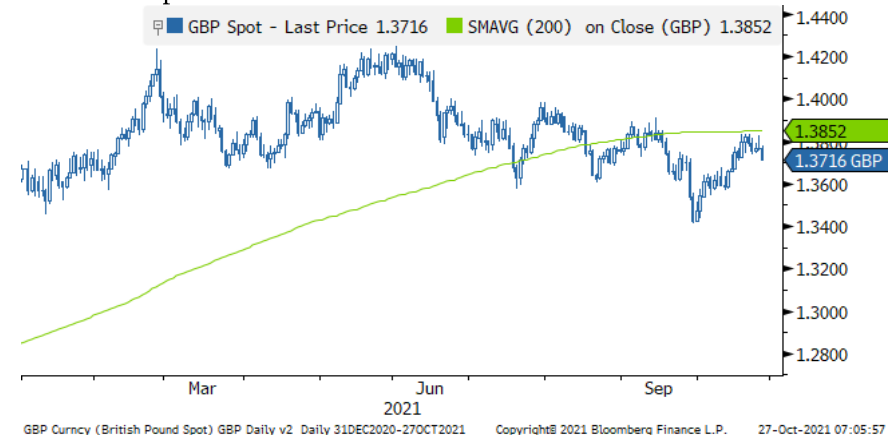
COMMODITIES	LAST	CHANGE	% CHANGE
<b>PRECIOUS METALS</b>			
Platinum	\$1,017.00	-15.20	-1.47%
Gold	\$1,789.24	-3.67	-0.20%
Silver	\$23.96	-0.20	-0.83%
<b>ENERGY</b>			
Crude Oil	\$83.47	-1.18	-1.39%
Heating Oil	\$254.01	-3.72	-1.44%
Gasoline	\$247.79	-3.89	-1.55%
Natural Gas	\$5.85	-0.03	-0.54%
<b>INDUSTRIALS</b>			
Copper	\$441.75	-6.85	-1.53%
Aluminum	\$2,826.75	--	--
Nickel	\$1,532.90	-32.30	-2.06%
<b>AGRICULTURE</b>			
Corn	\$541.00	-2.50	-0.46%
Sugar	\$19.63	-0.03	-0.15%
Wheat	\$750.00	-2.25	-0.30%
Cotton	\$108.24	-0.47	-0.43%

\*As of 7:30 a.m. EST — source: Bloomberg

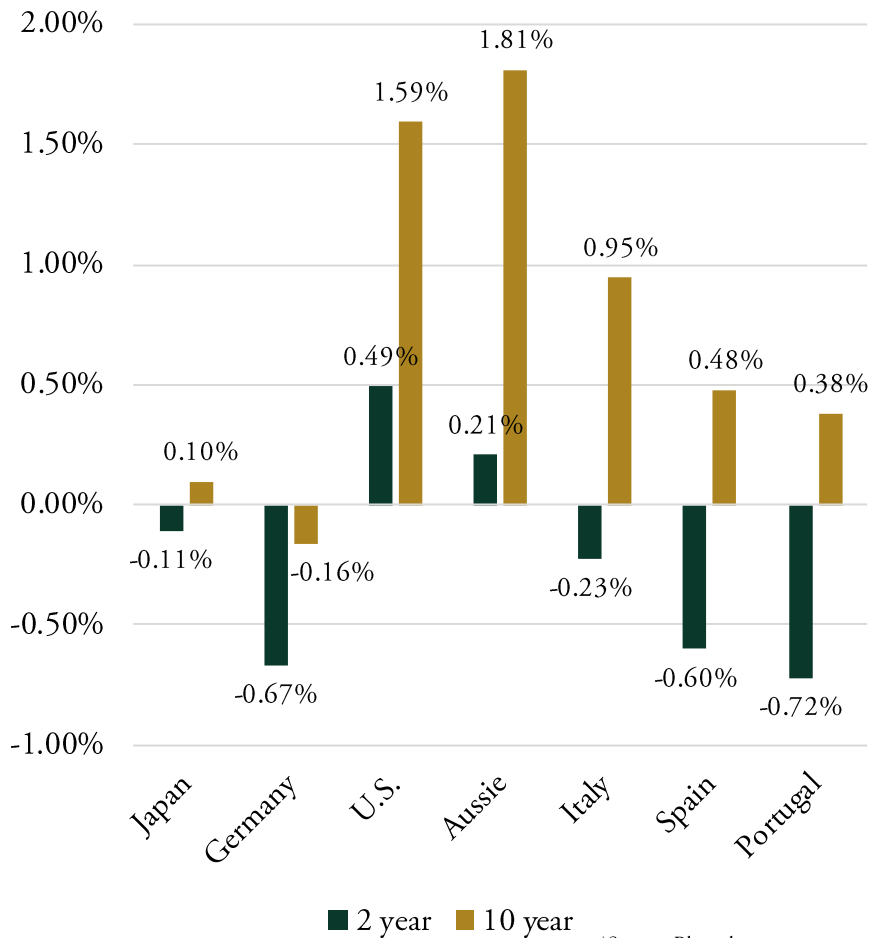
EUR/USD pauses near familiar levels, failing yet again to push substantially above 1.1650. RSI moves back to neutral after a period of oversold.



GBP/USD was unable to hold yesterday's gains above 1.38. A break of the 200D-SMA should be watched closely – would signal a substantial pivot.



## 2's & 10's Sovereign Yields



\*Source: Bloomberg.

SOVEREIGN DEBT	2-YEAR	10-YEAR	2's/10's
<b>ASIA/PACIFIC</b>			
Japanese Government Bonds	-0.11%	0.10%	20.6
Australian Government Bonds	0.21%	1.81%	160.4
New Zealand Government Bonds	1.97%	2.60%	63.2
South Korea Government Bonds	1.62%	2.55%	92.7
Singapore Government Bonds	0.76%	1.75%	99.0
<b>EUROPE</b>			
Germany Government Bonds	-0.67%	-0.16%	50.8
France Government Bonds	-0.67%	0.18%	85.1
Italy Government Bonds	-0.23%	0.95%	117.4
Spain Government Bonds	-0.60%	0.48%	108.1
Portugal Government Bonds	-0.72%	0.38%	110.3
<b>AMERICA</b>			
US Government Bonds	0.49%	1.59%	110.0
Canada Government Bonds	0.87%	1.63%	76.1
Mexico Government Bonds	6.73%	7.56%	133.9
Brazil Government Bonds	12.04%	12.00%	-3.0
Chile Government Bonds	5.02%	6.35%	133.9

\*As of 7:30 a.m. EST — source: Bloomberg

DATE/TIME MARKET EVENT	FORECAST	ACTUAL	PRIOR
02:00 GE-Import Price Index MoM Sep	1.50%	1.30%	1.40%
02:00 GE-Import Price Index YoY Sep	17.90%	17.70%	16.50%
02:00 GE-GfK Consumer Confidence Nov	-0.5	0.9	0.3
02:45 FR-Consumer Confidence Oct	101	99	102
02:45 FR-PPI MoM Sep	--	1.70%	1.00%
02:45 FR-PPI YoY Sep	--	11.60%	10.00%
04:00 EC-M3 Money Supply YoY Sep	7.40%	7.40%	7.90%
06:00 FR-Total Jobseekers 3Q	--	3307.4k	3510.5k
07:00 US-MBA Mortgage Applications	--	0.30%	-6.30%
07:30 UK-U.K. Treasury Delivers Budget	0	0	0
08:30 US-Advance Goods Trade Balance Sep	-\$88.3b	--	-\$87.6b
08:30 US-Wholesale Inventories MoM Sep P	1.00%	--	1.20%
08:30 US-Retail Inventories MoM Sep	0.20%	--	0.10%
08:30 US-Durable Goods Orders Sep P	-1.10%	--	1.80%
08:30 US-Durables Ex Transportation Sep P	0.40%	--	0.30%
08:30 US-Cap Goods Orders Nondef Ex Air Sep P	0.50%	--	0.60%
08:30 US-Cap Goods Ship Nondef Ex Air Sep P	0.50%	--	0.80%
10:00 CA-Bank of Canada Rate Decision	0.25%	--	0.25%
12:00 RU-Industrial Production YoY Sep	4.60%	--	4.70%
12:00 RU-CPI Weekly YTD	--	--	5.98%
12:00 RU-CPI WoW	--	--	0.26%
19:50 JN-Retail Sales YoY Sep	-2.40%	--	-3.20%
19:50 JN-Retail Sales MoM Sep	1.50%	--	-4.10%
19:50 JN-Dept. Store, Supermarket Sales YoY Sep	-3.30%	--	-4.70%

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