



MARKET HIGHLIGHTS

- EUR has gained on the dollar this morning after dropping close to 1% yesterday. The turnaround came after La Stampa reported the Italian Deputy Premier Matteo Salvini may be open to some budget revisions. He later confirmed to reporters that he is open to small tweaks, but will keep the main principles. The European Commission's opinion on the Italian budget was released this morning where they said the draft budget is non-compliant with E.U. fiscal rules. This is the first step in imposing fines, potentially worth billions of euros, against the Italian government. Commission VP Valdis Dombrovskis said today, "With what the Italian government has put on the table, we see a risk of the country sleepwalking into instability." Euro has pared gains this morning, and has been trading in a tight range since the Commission's opinion.
- There has not been any significant movement in GBP/USD this morning as P.M. May heads back to Brussels for a Brexit summit. If meetings go well, it could culminate in a European Council meeting on Sunday to sign the exit treaty said German Chancellor Angela Merkel. This comes at a tough time for May as she is caught between members of Parliament who would like her to reopen negotiations on certain sections, and members of the E.U. who said that negotiations are completed.
- RUB has gained on the dollar this morning as oil prices are slightly higher today and talk of further U.S. sanctions on Russia seem to be on the back burner. Alexis Rodzianko, president of the American Chamber of Commerce in Russia, said "...This [further sanctions] will take time and it is now less emotional than before." Further sanctions had previously been discussed after the nerve-agent attack in the U.K. earlier this year, however, several U.S. senators have mentioned that time is quickly running out to pass new sanctions before year end.

INDEX	LAST	CHANGE	% CHANGE
ASIA/PACIFIC			
Nikkei 225	21,507.54	-75.58	-0.35%
Hang Seng	25,971.47	131.13	0.51%
S&P ASX 200	5,642.77	-29.02	-0.51%
Kospi	2,076.55	-6.03	-0.29%
Shanghai Comp	2,651.51	5.65	0.21%
EUROPE			
Euro Stoxx	3,135.44	19.37	0.62%
CAC 40	4,942.60	17.71	0.36%
DAX	11,141.76	75.35	0.68%
IBEX 35	8,923.90	57.40	0.65%
AMERICAS			
Dow Jones	24,465.64	-551.80	-2.21%
S&P 500	2,641.89	-48.84	-1.82%
NASDAQ	6,908.82	-119.65	-1.70%
Mex. Bolsa IPC	41,797.37	-521.90	-1.23%
Bovespa	86,306.18	-1594.65	-1.81%
*as of 7:45am EST– source Bloomberg			



COMMODITIES	LAST	CHANGE	% CHANGE
PRECIOUS METALS			
Platinum	\$849.50	2.50	0.30%
Gold	\$1,223.74	2.11	0.17%
Silver	\$14.43	0.11	0.80%
ENERGY			
Crude Oil	\$54.45	1.02	1.91%
Heating Oil	\$200.70	1.68	0.84%
Gasoline	\$151.01	1.42	0.95%
Natural Gas	\$4.68	0.16	3.52%
INDUSTRIALS			
Copper	\$278.50	1.85	0.67%
Aluminum	\$1,944.25	--	--
Nickel	\$789.90	2.00	0.25%
AGRICULTURE			
Corn	\$372.00	-0.25	-0.07%
Sugar	\$12.53	0.07	0.56%
Wheat	\$507.00	-1.50	-0.29%
Cotton	\$77.89	0.46	0.59%

*as of 7:45am EST– source Bloomberg

TECHNICAL HIGHLIGHTS

EUR/USD

EUR/USD is off to a quiet start after closing through 1.1400 resistance late last week. It feels like the pair is catching up to the bond market on some of the recent Fed comments about the neutral rate, repricing the fed funds curve for 2019. Support sits at 1.1350 while the 50-DMA looms as resistance.



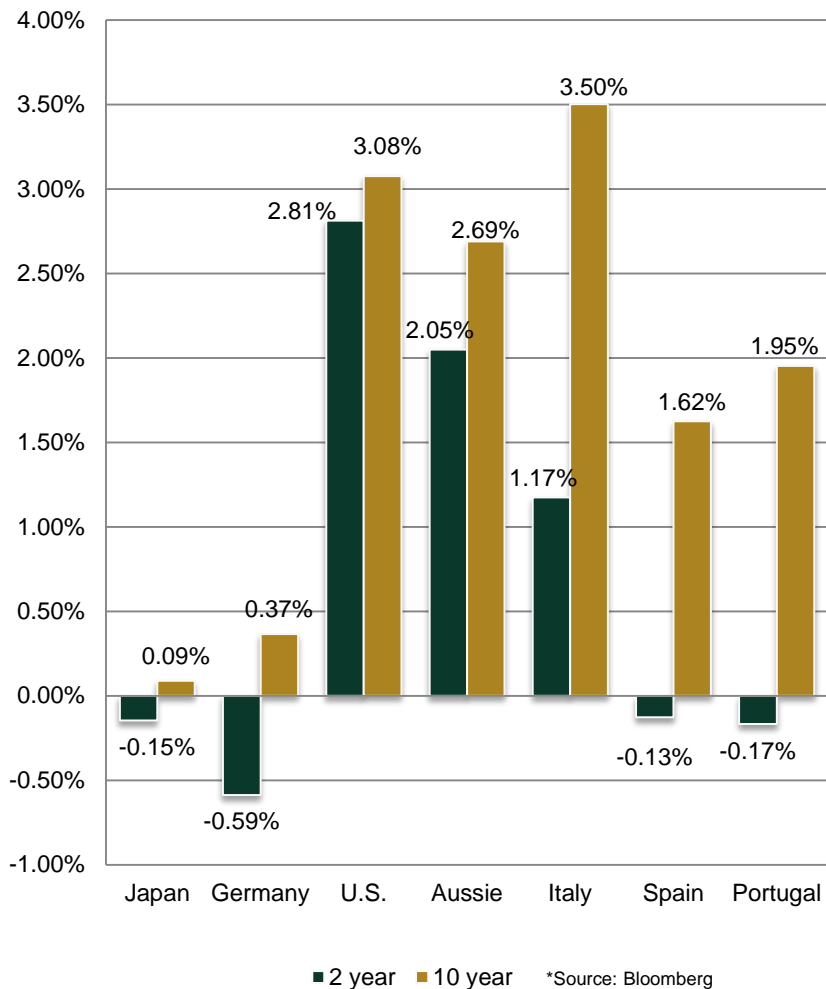
GBP/USD

Technical levels have proved to be ineffective as liquidity worsens and vols go bid in anticipation of Brexit negotiations coming to a head. Those lucky enough to be long gamma seem to be the major beneficiaries of recent price action.





2's & 10's SOVEREIGN YIELDS



SOVEREIGN DEBT	2-YEAR	10-YEAR	2's/10's
ASIA/PACIFIC			
Japanese Government Bonds	-0.15%	0.09%	23.5
Australian Government Bonds	2.05%	2.69%	64.0
New Zealand Government Bonds	1.91%	2.71%	--
South Korea Government Bonds	1.94%	2.21%	27
Singapore Government Bonds	2.06%	2.44%	37.5
EUROPE			
Germany Government Bonds	-0.59%	0.37%	95.4
France Government Bonds	-0.45%	0.77%	121.9
Italy Government Bonds	1.17%	3.50%	233.0
Spain Government Bonds	-0.13%	1.62%	175.2
Portugal Government Bonds	-0.17%	1.95%	212.0
AMERICA			
US Government Bonds	2.81%	3.08%	26.4
Canada Government Bonds	2.23%	2.36%	13.5
Mexico Government Bonds	8.54%	9.10%	56.7
Brazil Government Bonds	7.20%	N/A	--
Venezuela Government Bonds	N/A	38.41%	--
*as of 7:45am EST – Source: Bloomberg			

DATE/TIME MARKET EVENT	FORECAST	ACTUAL	PRIOR
Nov-21 00:00 JN-Supermarket Sales YoY Oct	--	-0.70%	1.90%
Nov-21 00:30 JN-Nationwide Dept Sales YoY Oct	--	1.60%	-3.00%
Nov-21 00:30 JN-Tokyo Dept Store Sales YoY Oct	--	2.60%	0.30%
Nov-21 04:30 UK-PSNB ex Banking Groups Oct	6.1b	8.8b	4.1b
Nov-21 04:30 UK-Public Sector Net Borrowing Oct	5.6b	8.0b	3.3b
Nov-21 04:30 UK-Public Finances (PSNCR) Oct	--	-3.3b	15.8b
Nov-21 07:00 US-MBA Mortgage Applications	--	-0.001	-0.032
Nov-21 08:30 CA-Wholesale Trade Sales MoM Sep	0.30%	--	-0.10%
Nov-21 08:30 US-Durable Goods Orders Oct P	-2.60%	--	0.70%
Nov-21 08:30 US-Durables Ex Transportation Oct P	0.40%	--	0.00%
Nov-21 08:30 US-Cap Goods Orders Nondef Ex Air Oct P	0.20%	--	-0.10%
Nov-21 08:30 US-Initial Jobless Claims	215k	--	216k
Nov-21 08:30 US-Continuing Claims	1653k	--	1676k
Nov-21 09:45 US-Bloomberg Consumer Comfort	--	--	60.5
Nov-21 10:00 US-Leading Index Oct	0.10%	--	0.50%
Nov-21 10:00 US-Existing Home Sales Oct	5.20m	--	5.15m
Nov-21 10:00 US-Existing Home Sales MoM Oct	1.00%	--	-3.40%
Nov-21 10:00 US-U. of Mich. Sentiment Nov F	98.3	--	98.3
Nov-21 18:30 JN-Natl CPI YoY Oct	1.40%	--	1.20%
Nov-21 18:30 JN-Natl CPI Ex Fresh Food YoY Oct	1.00%	--	1.00%



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