

Market Alert

Tuesday 29 October 2024

CURRENCIES	Spot	6mths
NZD/USD	0.5978	0.0013
NZD/AUD	0.9081	0.0012
NZD/JPY	91.640	-1.86
NZD/EUR	0.5529	-0.0037
NZD/GBP	0.4609	0.0011
NZD/CNH	4.2710	-0.0449
AUD/USD	0.6582	0.0005
AUD/EUR	0.6088	-0.0049
EUR/USD	1.0811	0.0094
USD/CNH	7.1446	-0.0922
GBP/USD	1.2969	-0.0003
EUR/GBP	0.8336	0.0074

INT RATES	NZ	Australia
OCR/Cash	4.75%	4.35%
90 day bills	4.55%	4.45%
2 year swap	3.57%	4.01%
10 year Govt	4.52%	4.58%

There's something in the water...

... which is impacting our sportsmen and women ... and long may it continue because we're on fire! A huge congratulations to the Black Caps on their historic test series win in India, and a big shout out to the White Ferns after they levelled the ODI series. Well done Liam Lawson for not taking a step back and putting a few egos in their place, while AFC Auckland continued to make a positive start on the A-league, even if it wasn't the best performance. The netballers were fantastic, and let's put our foot on their throat and go for 4-zip, but on the other side, there's some work to do for our rugby boys from both codes. Finally, the car-crash that is Manchester United continues with ETH receiving his pink slip, although a GBP9m pay-off will caution the blow!

The weekend's retaliatory strikes ...

... took centre stage for financial markets overnight as easing concerns over supply disruptions weighed on WTI and crude oil prices as they plummeted -6.0%, while natural gas prices are -10.5% lower. Asset-selling was the order of the day which saw treasury yields firm with the 2 and 10-years 4bps higher at 4.16% and 4.28%, while currencies were largely range bound with USD/JPY at 153.25. Equity markets closed 0.5%-1.0% higher across the board, although even they opened under pressure.

In terms of the actual releases, the Dallas Fed general business activity index for manufacturing firmed from -9 to -3, UK retail sales volumes fell -6.0% in October following September's 4.0% gain, while Chinese industrial profits dropped -3.5% in the first 9-months of 2024, reversing a 0.4% growth in the prior period.

BoC Governor, Tiff Macklem, announced, "We will have to discover the neutral rate over time."

With a week to go

... every headline, lead article and first report will be on the US election, but it's also an important week for data releases as well!

There is a long list of data releases from the US, so here goes, we have ... Q3 GDP, non-farm payrolls, the unemployment rate, the JOLTS jobs report, PCE inflation, ISM PMIs, consumer confidence, and

personal spending and income figures ... which will give the Fed members plenty to think about ahead of next week's FOMC meeting!

From the Eurozone, we have the latest inflation and GDP growth updates from the Euro area, Germany, and France, while China will publish its manufacturing and services PMIs, and Japan's central bank will announce its interest rate decision alongside the latest unemployment rate and consumer confidence updates. We also have Q3 inflation from Australia.



BANCORP

BANCORP TREASURY SERVICES LIMITED

Barrington
TREASURY SERVICES

Barrington
ASSET CONSULTING



BANCORP

BANCORP CORPORATE FINANCE LIMITED

Daily Rates

Tuesday 29 October 2024

FX	Spot	FECs (mid)				Spot Mid		
	Mid	1mth	3mths	6mths	12mths	NZD/...	AUD/...	
NZ TWI	69.90					CAD	0.8304	0.9146
NZD/USD	0.5978	0.0001	0.0006	0.0013	0.0030	CHF	0.5172	0.5696
NZD/AUD	0.9081	-0.0002	0.0001	0.0012	0.0046	CNY	4.2596	4.6907
NZD/JPY	91.640	-0.35	-1.03	-1.86	-3.30	DKK	4.1231	4.5404
NZD/EUR	0.5529	-0.0007	-0.0018	-0.0037	-0.0076	FJD	1.3477	1.4841
NZD/GBP	0.4609	0.0001	0.0005	0.0011	0.0023	HKD	4.6452	5.1154
						KRW	826.82	910.51
AU TWI	61.80					MYR	2.6048	2.8684
AUD/USD	0.6582	0.0002	0.0005	0.0005	-0.0003	NOK	6.5726	7.2379
AUD/NZD	1.1011	0.0002	-0.0002	-0.0018	-0.0060	SEK	6.3627	7.0067
AUD/JPY	100.91	-0.37	-1.15	-2.19	-4.15	SGD	0.7905	0.8705
AUD/EUR	0.6088	-0.0006	-0.0021	-0.0049	-0.0116	TWD	19.19	21.13
AUD/GBP	0.5075	0.0002	0.0005	0.0005	-0.0001	ZAR	10.58	11.65
USD Index	104.32					EQUITIES		
EUR/USD	1.0811	0.0014	0.0044	0.0094	0.0203		Index	
USD/JPY	153.31	-0.60	-1.88	-3.43	-6.24	NZX50	12,772	
GBP/USD	1.2969	-0.0001	-0.0002	-0.0003	-0.0003	ASX200	8,222	
EUR/GBP	0.8336	0.0011	0.0035	0.0074	0.0158	Dow Jones	42,423	
USD/CNY	7.1254	-0.0176	-0.0538	-0.1117	-0.2222	S&P 500	5,831	
						FTSE100	8,286	
INTEREST			New Zealand		Australia	DAX 30	19,532	
RATES			Mid		Mid	Nikkei	38,606	
30 day bank bills			4.88%		4.36%	COMMODITIES		
90 day bank bills			4.55%		4.45%		USD	
1 year swap			3.90%		4.20%	Brent Crude	71.50	
2 year swap			3.61%		4.02%	Gold	2,741.24	
3 year swap			3.58%		3.97%	Silver	33.66	
5 year swap			3.73%		4.22%	Iron Ore	104.23	
10 year swap			4.11%		4.51%	CRB Index	339.53	
3 year Govt bond			3.81%		4.03%		NZD	
5 year Govt bond			4.02%		4.15%	NZ Carbon	63.10	
10 year Govt bond			4.52%		4.58%			

This document has been prepared by Bancorp Treasury Services Limited ("BTSL"). Whilst all reasonable care has been taken to ensure the facts stated are accurate and the opinions given are fair and reasonable, neither BTSL nor any of its directors, officers or employees shall in any way be responsible for the contents. No liability is assumed by BTSL, its directors, officers or employees for action taken or not taken on the basis of this document.



BANCORP
BANCORP TREASURY SERVICES LIMITED

Barrington
TREASURY SERVICES

Barrington
ASSET CONSULTING



BANCORP
BANCORP CORPORATE FINANCE LIMITED