BW

23 February 2023

Markets end ~flat overnight, FOMC minutes released, futures -0.3%

- Global markets. Despite US indices all closing ~flat overnight, the session itself brought some volatility with markets initially opening higher, quickly moving into the red, recovering throughout the remainder of the session, then selling off by ~1% in the final few hours of trading as FOMC minutes were released, then reversing for a fifth time to ultimately end the day ~unchanged. The Dow Jones (-0.3%) was the day's laggard. In Europe indices were similarly flat.
- FOMC minutes. The release of FOMC minutes this morning brought notable selling, on the key passage "participants noted that it was important that overall financial conditions be consistent with the degree of policy restraight that the Committee is putting into place" – suggesting members are not entirely happy with recent market strength (ie. financial conditions have notably eased in 2023).
- Terminal rate expectations keep rising. Heading into the Fed minutes, terminal rate expectations had been easing slightly but ultimately popped to 5.37%.
 Treasury yields elsewhere were lower, by ~4bps for both the 2 & 10-year. The yield curve is still heavily inverted at ~78bps.
- In other markets, the price of oil continued to move lower – and has done ever since Biden announced more SPR selling – with WTI crude off 3%. Other commodities were also broadly weak, with copper, tin, gold and silver all closing lower. Elsewhere, the VIX Index moved 2% lower after hitting an intraday high of >23 shortly after the market open.
- Futures lower. Given the poor lead from Wall Street it appears local stocks will open lower when trading commences this morning – with ASX futures down by 20 points, or ~0.3% at the time of writing.
- In economics, today will see a 2nd read of US GDP for Q4, Eurozone core inflation (5.2% expected), US weekly jobless claims and speeches by two separate Fed speakers, being Williams and Bostic.

World Indices	Close	Prior	%Δ
Local Markets			
All Ordinaries	7,517.0	7,544.6	-0.4%
ASX 200	7,314.5	7,336.3	-0.3%
ASX Emerging Companies	2,164.2	2,182.4	-0.8%
	, -	, -	
US Markets			
Dow Jones	33,045.1	33,129.6	-0.3%
S&P500	3,991.1	3,997.3	-0.2%
Nasdaq	11,507.1		0.1%
Russell 2000	1,890.1	1,888.2	0.1%
Asian & European Markets			
Shanghai Composite	3,291.2	3,306.5	-0.5%
Nikkei	27,104.3		-1.3%
Hang Seng	20,423.8		-0.5%
FTSE 100	7,930.6	7,977.8	-0.6%
DAX 30	15,399.9	15,397.6	0.0%
CAC 40	7,299.3	7,308.7	-0.1%
S&P500 Sectors	Close	Prior	%Δ
3&F 300 Sectors	CIUSE	FIIVI	/0 Δ
Materials	507.1	503.7	0.7%
Energy	637.3	642.2	-0.8%
Real Estate	241.6	244.0	-1.0%
Economic Releases	Time	F'cast	Prior
Eurozone Core Inflation	21:00	5.2%	5.2%
Eurozone Core Inflation US GDP	21:00 0:30	5.2% 2.9%	
US GDP	21:00 0:30 0:30	5.2% 2.9%	5.2% 3.2%
	0:30		
US GDP Weekly Jobless Claims 2 x Fed Speakers	0:30 0:30 Various	2.9%	3.2%
US GDP Weekly Jobless Claims	0:30 0:30		
US GDP Weekly Jobless Claims 2 x Fed Speakers	0:30 0:30 Various	2.9%	3.2%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names	0:30 0:30 Various Close	2.9%	3.2% %∆
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods	0:30 0:30 Various Close 0.024	2.9% Prior 0.023	3.2% %∆ 4.3%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security	0:30 0:30 Various Close 0.024 0.215	2.9% Prior 0.023 0.210	3.2% %∆ 4.3% 2.4% 1.2%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities	0:30 0:30 Various Close 0.024 0.215 0.435	2.9% Prior 0.023 0.210 0.430	3.2% %Δ 4.3% 2.4%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91	2.9% Prior 0.023 0.210 0.430 Prior 76.16	3.2% % ▲ 4.3% 2.4% 1.2% % ▲ -3.0%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold	0:30 0:30 Various Close 0.024 0.215 0.435 Close	2.9% Prior 0.023 0.210 0.430 Prior	3.2% %Δ 4.3% 2.4% 1.2% %Δ
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91	2.9% Prior 0.023 0.210 0.430 Prior 76.16	3.2% % ▲ 4.3% 2.4% 1.2% % ▲ -3.0%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835	3.2% % ▲ 4.3% 2.4% 1.2% % ▲ -3.0% -0.5%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus)	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676	3.2% % ▲ 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2%
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot)	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0%
US GDP Weekly Jobless Claims 2 x Fed Speakers Key BW Names Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures)	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2%
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925 4.18 Close	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525 4.22 Prior	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2% -0.9% % ▲
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets DXY Index	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925 4.18 Close 104.6	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525 4.22 Prior 104.2	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2% -0.9% % ▲ 0.3%
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets DXY Index AUD/USD	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925 4.18 Close 104.6 0.6806	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525 4.22 Prior 104.2 0.6856	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2% -0.9% % ▲ 0.3% -0.7%
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets DXY Index AUD/USD 2-Year Treasury Yield (%)	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925 4.18 Close 104.6 0.6806 4.691	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525 4.22 Prior 104.2 0.6856 4.731	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2% -0.9% % ▲ 0.3% -0.7% -4 bp
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets DXY Index AUD/USD 2-Year Treasury Yield (%) 10-Year Treasury Yield (%)	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925 4.18 Close 104.6 0.6806 4.691 3.916	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525 4.22 Prior 104.2 0.6856 4.731 3.956	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2% -0.9% % ▲ 0.3% -0.7% -4 bp -4 bp
US GDP Weekly Jobless Claims 2 x Fed Speakers Forbidden Foods Family Zone Cyber Security Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets DXY Index AUD/USD 2-Year Treasury Yield (%)	0:30 0:30 Various Close 0.024 0.215 0.435 Close 73.91 1,825 2,682 21.50 51.75 26,925 4.18 Close 104.6 0.6806 4.691	2.9% Prior 0.023 0.210 0.430 Prior 76.16 1,835 2,676 21.84 51.75 27,525 4.22 Prior 104.2 0.6856 4.731	3.2% 3.2% 4.3% 2.4% 1.2% % ▲ -3.0% -0.5% 0.2% -1.6% 0.0% -2.2% -0.9% % ▲ 0.3% -0.7% -4 bp

Disclosure: BW Equities advise that they and persons associated with them may have an interest in the above securities and that they may earn brokerage, commissions, fees and other benefits and advantages in connection with the making of a recommendation or a dealing by a client in these securities or by seeking to do business with companies covered in this report. Investors should consider investment risks and conflicts highlighted at the end of this report and not only consider this report in making an investment decision.