

10 August 2023

Dow sheds nearly 200 points, Nasdaq drops 1% ahead of inflation data

- Global markets.** Stocks fell Wednesday as Wall Street awaited fresh inflation data coming later in the week. The Dow Jones Industrial Average lost 191.13 points, or 0.54%, to finish at 35,123.36. The S&P 500 shed 0.7% to 4,467.71. The Nasdaq Composite slipped 1.17% to 13,722.02. Those moves precede a much-anticipated U.S. inflation report, with July's reading of the consumer price index slated for release Thursday. Investors have kept an eye on the index in recent months for potential insights into how the Federal Reserve will move interest rates going forward. Economists polled by Dow Jones expect the inflation gauge rose 3.3% in July.
- In earnings news.** Upstart shares cratered nearly 35% after issuing revenue guidance for Tk that disappointed Wall Street's expectations. The software company said it expects third-quarter revenues of \$140 million, and EBITDA totaling \$5 million. That's behind the \$155.3 million in revenue and \$9.6 million in EBITDA anticipated by analyst polled by FactSet.
- In other markets,** the **USD** closed slightly lower against a basket of currencies (-0.06%), but with 2-year **yield** closing higher (+5bps), 10-year (-6bps). **Commodities** were mixed, but mostly higher, with **oil +1.69%** at US\$8.21/bbl which brings it fresh highs for 2023, both **gold** and **silver** were lower – 0.51% and -0.47%, **uranium** was flat, **copper** was flat and **tin** slightly lower. Finally, the **VIX Index** was lower -0.19%.
- Futures.** Australian shares are set for a modest opening gain with investors shifting defensively ahead of Wednesday night's July US consumer price index report. ASX futures were up 2 points to 7277 near 7am AEST, shifting between positive and negative territory.

World Indices	Close	Prior	% Δ
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Local Markets

All Ordinaries	7,534.4	7,519.9	0.2%
ASX 200	7,338.0	7,309.2	0.4%
ASX Emerging Companies	2,055.0	2,112.1	-2.7%

US Markets

Dow Jones	35,123.4	35,473.1	-1.0%
S&P500	4,467.7	4,518.4	-1.1%
Nasdaq	15,101.7	450.7	3250.6%
Russell 2000	1,930.8	1,958.9	-1.4%

Asian & European Markets

Shanghai Composite	3,244.5	3,268.8	-0.7%
Nikkei	32,204.3	32,254.5	-0.2%
Hang Seng	19,246.0	19,537.9	-1.5%
FTSE 100	7,587.3	7,554.5	0.4%
DAX 30	15,852.6	15,950.8	-0.6%
CAC 40	7,322.1	7,319.8	0.0%

S&P500 Sectors	Close	Prior	% Δ
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Information Technology	2,970.9	3,040.1	-2.3%
Communication Services	225.0	228.4	-1.5%
Consumer Discretionary	1,338.6	1,366.8	-2.1%

Economic Releases	Time	F'cast	Prior
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USA - Inflation rate YoY	22:30	3.3%	3.0%
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Key BW Names	Close	Prior	% Δ
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Alderaan Resources	0.007	0.008	-12.5%
Elementos	0.140	0.140	0.0%
Frontier Energy	0.405	0.385	5.2%

Commodities	Close	Prior	% Δ
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Oil - West Texas Crude	84.19	81.68	3.1%
Gold	1,914	1,933	-1.0%
Gold (Aus)	2,933	2,952	-0.6%
Silver	22.67	23.57	-3.8%
Uranium (Spot)	56.75	56.75	0.0%
Tin (Futures)	27,300	27,700	-1.4%
Copper	3.80	3.83	-0.8%

Other Markets	Close	Prior	% Δ
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SPI200 Futures	7,335.0	7,295.0	0.5%
DXY Index	102.5	102.5	0.0%
AUD/USD	0.6528	0.6552	-0.4%
2-Year Treasury Yield (%)	4.810	4.756	5 bp
10-Year Treasury Yield (%)	4.016	4.080	-6 bp
US 2-10-Year Spread	-0.794	-0.676	-12 bp
VIX Index	15.95	15.93	0.1%