BW

## 14 February 2024

## Dow tumbles 500 points, posts worst day after hot inflation report

 Global markets. Stocks dropped on Tuesday after hotter-than-expected inflation data for January spiked Treasury yields and raised doubts that the Federal Reserve would be able to cut rates several times this year, a key part of the bull case for the equity market.

The Dow Jones Industrial Average lost 524.63 points, or 1.35%, to close at 38,272.75 in its worst session since March 2023 on a percentage basis. At its lows, the 30-stock index sunk 757.52 points, or 1.95%. The S&P 500 slid 1.37% to close at 4,953.17, while the Nasdaq Composite fell 1.8% to settle at 15,655.60.

The Russell 2000 also suffered, tumbling nearly 4% for its worst session since June 2022.

The consumer price index rose 0.3% in January from December. CPI was up 3.1% on an annual basis. Economists polled by Dow Jones expected CPI to have increased by 0.2% month over month in January and 2.9% from a year earlier.

Core prices, which exclude volatile food and energy components, rose 0.4% month over month and 3.9% from a year ago. Core CPI was expected to have increased 0.3% in January and 3.7% from a year earlier, respectively.

In economic news. No local data

Overseas data: UK January CPI at 6pm; Eurozone fourth quarter GDP and December industrial production at 9pm

- In other markets. The 2-year Treasury yield jumped above 4.66%, and the 10-year yield topped 4.32% following the CPI data. Tech shares including Microsoft and Amazon, which have steered the market run to record highs as rates declined, led the losses in trading Tuesday. Microsoft and Amazon each lost more than 2%.
- Futures. ASX futures down 90 points or 1.2% to 7462 near 8am AEDT

World Indices	Close	Prior	%Δ
Local Markets			
All Ordinaries	7,847.8	7,860.3	-0.2%
ASX 200	7,603.6	7,614.9	-0.1%
ASX Emerging Companies	1,949.8	1,939.4	0.5%
US Markets	20 272 0	20 707 4	1 40/
Dow Jones S&P500	38,272.8	38,797.4	-1.4%
	4,953.2	5,021.8	-1.4% -1.6%
Nasdaq Russell 2000	17,600.4 1,964.2	17,882.7 2,045.3	-4.0%
	1,304.2	2,040.0	-4.070
Asian & European Markets			
Shanghai Composite	2,865.9	2,865.9	0.0%
Nikkei	37,963.9	37,438.0	1.4%
Hang Seng	15,746.6	15,746.6	0.0%
FTSE 100	7,512.3	7,587.0	-1.0%
DAX 30	16,880.8	17,037.4	-0.9%
CAC 40	7,625.3	7,689.8	-0.8%
S&P500 Sectors	Close	Prior	%∆
Information Technology	3,655.4	3,713.3	-1.6%
Communication Services	271.0	274.7	-1.3%
Consumer Discretionary	1,418.0	1,446.3	-2.0%
Economic Releases	Time	F'cast	Prior
Euro - GDP Growth Rate QoQ	21:00	0.00%	-0.1%
		0.00%	-0.178
USA - PPI MoM Final	0:30	0.00%	-0.178
		Prior	-0.1 <i>%</i>
USA - PPI MoM Final Key BW Names	0:30 Close	Prior	%∆
USA - PPI MoM Final Key BW Names Lotus Resources	0:30 Close 0.325	<b>Prior</b> 0.330	<mark>%∆</mark> -1.5%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos	0:30 Close 0.325 0.105	<b>Prior</b> 0.330 0.095	%∆ -1.5% 10.5%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy	0:30 Close 0.325 0.105 0.275	<b>Prior</b> 0.330 0.095 0.280	% <b>∆</b> -1.5% 10.5% -1.8%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos	0:30 Close 0.325 0.105	<b>Prior</b> 0.330 0.095	%∆ -1.5% 10.5%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy	0:30 Close 0.325 0.105 0.275	<b>Prior</b> 0.330 0.095 0.280	% <b>∆</b> -1.5% 10.5% -1.8%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities	0:30 Close 0.325 0.105 0.275 Close	Prior 0.330 0.095 0.280 Prior	%∆ -1.5% 10.5% -1.8% %∆
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude	0:30 Close 0.325 0.105 0.275 Close 77.76	Prior           0.330           0.095           0.280           Prior           76.94	%∆ -1.5% 10.5% -1.8% %∆ 1.1%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993	Prior           0.330           0.095           0.280           Prior           76.94           2,020	%∆ -1.5% 10.5% -1.8% %∆ 1.1% -1.3%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot)	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093	%Δ -1.5% 10.5% -1.8% %Δ 1.1% -1.3% -0.2% -2.5% 1.0%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367	%Δ -1.5% 10.5% -1.8% %Δ 1.1% -1.3% -0.2% -2.5% 1.0% 3.5%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot)	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00	%Δ -1.5% 10.5% -1.8% %Δ 1.1% -1.3% -0.2% -2.5% 1.0%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures)	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367	%Δ -1.5% 10.5% -1.8% %Δ 1.1% -1.3% -0.2% -2.5% 1.0% 3.5%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299 3.72 Close	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367           3.73           Prior	% Δ           -1.5%           10.5%           -1.8%           % Δ           1.1%           -1.3%           -0.2%           -2.5%           1.0%           3.5%           -0.3%           % Δ
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets SPI200 Futures	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299 3.72 Close 7,462.0	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367           3.73           Prior           7,584.0	% Δ           -1.5%           10.5%           -1.8%           % Δ           1.1%           -1.3%           -0.2%           -2.5%           1.0%           3.5%           -0.3%           % Δ           -1.6%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets SPI200 Futures DXY Index	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299 3.72 Close 7,462.0 104.1	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367           3.73           Prior           7,584.0           104.1	% Δ           -1.5%           10.5%           -1.8%           % Δ           1.1%           -1.3%           -0.2%           -2.5%           1.0%           3.5%           -0.3%           % Δ           -1.6%           0.0%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets SPI200 Futures DXY Index AUD/USD	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299 3.72 Close 7,462.0 104.1 0.6453	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367           3.73           Prior           7,584.0           104.1           0.6531	% Δ           -1.5%           10.5%           -1.8%           % Δ           1.1%           -1.3%           -0.2%           -2.5%           1.0%           3.5%           -0.3%           % Δ           -1.6%           0.0%           -1.2%
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets SPI200 Futures DXY Index AUD/USD 2-Year Treasury Yield (%)	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299 3.72 Close 7,462.0 104.1 0.6453 4.670	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367           3.73           Prior           7,584.0           104.1           0.6531           4.470	<ul> <li>% Δ</li> <li>-1.5%</li> <li>10.5%</li> <li>-1.8%</li> <li>% Δ</li> <li>1.1%</li> <li>-1.3%</li> <li>-0.2%</li> <li>-2.5%</li> <li>1.0%</li> <li>3.5%</li> <li>-0.3%</li> <li>% Δ</li> <li>-1.6%</li> <li>0.0%</li> <li>-1.2%</li> <li>20 bp</li> </ul>
USA - PPI MoM Final Key BW Names Lotus Resources Elementos Frontier Energy Commodities Oil - West Texas Crude Gold Gold (Aus) Silver Uranium (Spot) Tin (Futures) Copper Other Markets SPI200 Futures DXY Index AUD/USD	0:30 Close 0.325 0.105 0.275 Close 77.76 1,993 3,088 22.12 104.00 27,299 3.72 Close 7,462.0 104.1 0.6453	Prior           0.330           0.095           0.280           Prior           76.94           2,020           3,093           22.69           103.00           26,367           3.73           Prior           7,584.0           104.1           0.6531	% Δ           -1.5%           10.5%           -1.8%           % Δ           1.1%           -1.3%           -0.2%           -2.5%           1.0%           3.5%           -0.3%           % Δ           -1.6%           0.0%           -1.2%

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