

DAILY POINTS

May 6, 2024 @ 6:50 EST

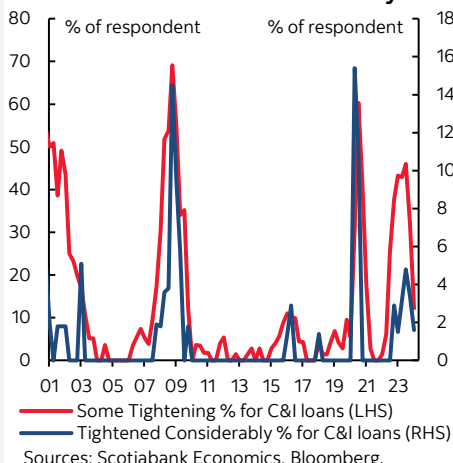
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Chart 1

Fed Senior Loan Officer Survey



On Deck for Monday, May 6

Country	Date	Time	Indicator	Period	BNS	Consensus	Latest
US	05-06	12:50	Fed's Barkin Speaks on Economic Outlook				
US	05-06	13:00	Fed's Williams Participates in Fireside Chat				
US	05-06	14:00	Senior Loan Officer Opinion Survey on Bank Lending Practices				

KEY POINTS:

- **Light macro risk, Tokyo, London and Seoul shut**
- **Oil edges higher on Middle East tensions**
- **EGBs rally on ECB speak**
- **Fed's credit conditions survey update on tap**

It's a very quiet start to the week with little by way of macro calendar-based risk to consider and market holidays in parts of the world. The UK is out for a bank holiday. Japan and South Korea are shut for Children's Day. US Treasury trading starts at 7amET today as a result of the holidays elsewhere. Stocks are a little higher across most exchanges that are open. EGBs are richening. The yen resumed weakening after recent interventions.

There were no material releases overnight. It's possible that the market moves to start the week are a carryover from Friday's reaction to US payrolls (recap here). China's composite private PMI was little changed at 52.8. The Eurozone composite PMI was revised slightly higher in April (51.7, up from 51.4 initially).

Oil prices are moving higher by about 1% across WTI and Brent probably due to flaring tensions in the Middle East. Israel warned Gazans in Rafah to evacuate ahead of "extreme force against terrorist organizations" following the break down of talks with Hamas and a rocket attack by Hamas over the weekend.

Central bank speak is focused upon the ECB and Fed. The ECB's Chief Economist said he had more confidence toward achieving 2% inflation in light of Q1 GDP and recent inflation statistics. That may be contributing to a light rally in EGBs. Quite a few more ECB speakers are on tap between 7amET and 7:30am.

Richmond Fed President Barkin (12:50pmET) and NY Fed President Williams (1pmET) speak later on. And then the Fed's Senior Loan Officer Opinion Survey will be updated at 2pmET. It will inform recent credit tightening trends in light of prior editions of the survey that showed material tightening (chart 1), but with a lag as responses were surveyed before much of the recent bond market sell off.

Canada is quiet.

Fixed Income	Government Yield Curves (%):												Central Banks	
U.S. CANADA GERMANY JAPAN U.K. CANADA GERMANY JAPAN U.K.	2-YEAR			5-YEAR			10-YEAR			30-YEAR			Current Rate	
	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk		
	4.82	4.82	4.98	4.50	4.50	4.65	4.51	4.51	4.61	4.66	4.67	4.73	Canada - BoC	5.00
	4.17	4.25	4.32	3.69	3.76	3.85	3.65	3.74	3.82	3.55	3.63	3.69	US - Fed	5.50
	2.89	2.92	2.96	2.48	2.51	2.55	2.45	2.50	2.53	2.58	2.62	2.66		
	0.29	0.29	0.29	0.49	0.49	0.48	0.90	0.90	0.89	1.99	1.99	1.94		
	4.36	4.43	4.48	4.10	4.17	4.24	4.22	4.29	4.32	4.70	4.75	4.78	England - BoE	5.25
	Spreads vs. U.S. (bps):													
	-65	-57	-66	-81	-74	-79	-86	-77	-80	-111	-104	-104	Euro zone - ECB	4.50
	-192	-189	-202	-202	-199	-210	-206	-201	-208	-209	-205	-207		
-453	-453	-468	-401	-401	-416	-361	-361	-372	-268	-268	-279	Japan - BoJ	-0.10	
-46	-39	-50	-40	-33	-41	-29	-22	-29	4	8	4			
Equities	Level						% change:						Mexico - Banxico	11.00
	Last	Change					1 Day	1-wk	1-mo	1-yr				
S&P/TSX	21947	124.2					0.6	-0.1	-1.4	6.8			Australia - RBA	4.35
Dow 30	38676	450.0					1.2	1.1	-0.6	14.9			New Zealand - RBNZ	5.50
S&P 500	5128	63.6					1.3	0.5	-1.5	24.0				
Nasdaq	16156	315.4					2.0	1.4	-0.6	32.0				
DAX	18159	157.3					0.9	-0.0	-0.1	13.8				
FTSE	8213	41.3					0.5	0.9	3.8	5.6				
Nikkei	38236	-38.0					-0.1	-0.6	-3.1	31.1			Canada - BoC	Jun 05, 2024
Hang Seng	18578	102.4					0.6	5.3	11.1	-7.3			US - Fed	Jun 12, 2024
CAC	8017	59.2					0.7	-0.9	-0.6	7.9				
Commodities	Level						% change:							
WTI Crude	78.95	0.84					1.1	-4.5	-9.2	10.7			England - BoE	May 09, 2024
Natural Gas	2.15	0.01					0.3	5.8	20.3	0.5				
Gold	2319.07	17.33					0.8	-0.7	4.0	15.0			Euro zone - ECB	Jun 06, 2024
Silver	26.50	0.27					1.0	-4.1	1.0	5.0				
CRB Index	286.51	1.77					0.6	-3.5	-3.7	9.5			Japan - BoJ	June 14, 2024
Currencies	Level						% change:							
USDCAD	1.3676	-0.0010					-0.1	0.1	0.8	2.3			Mexico - Banxico	May 09, 2024
EURUSD	1.0770	0.0009					0.1	0.5	-0.8	-2.1			Australia - RBA	May 07, 2024
USDJPY	153.80	0.7500					0.5	-1.6	1.3	13.8			New Zealand - RBNZ	May 21, 2024
AUDUSD	0.6626	0.0016					0.2	0.9	0.3	-2.3				
GBPUSD	1.2573	0.0026					0.2	0.1	-0.6	-0.4				
USDCHF	0.9058	0.0004					0.0	-0.5	0.0	1.8				

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