

# Investment Daily

5 July 2024



## Global stocks rose ahead of US nonfarm payrolls data

**US stock and Treasury markets** were closed on Thursday for the Independence Day holiday.

**European stock markets** rose further on Thursday ahead of the US employment report and Sunday's second round of lower house elections in France. The Euro Stoxx 50 rose 0.4%. The German DAX and the French CAC 40 increased 0.4% and 0.8% respectively. In the UK, the FTSE-100 advanced 0.9%.

**European government bonds** fell (yields rose), shrugging off disappointing German manufacturing data. 10-year German yields edged up 3bp to 2.61%, as 10-year French yields rose 3bp to 3.28%. In the UK, 10-year gilt yields increased 3bp to 4.20%.

**Asian stock markets** extended gains on Thursday, led by technology shares as soft US data reinforced investor optimism of Fed rate cuts. Japan's Nikkei 225 and Korea's Kospi rallied 0.8% and 1.1%, respectively. Hong Kong's Hang Seng added 0.3%, while China's Shanghai Composite bucked the regional trend, ending 0.8% lower. Elsewhere, India's Sensex was up 0.1%.

**Brent crude oil prices** for September settlement held largely steady at USD87.4 a barrel on Thursday, as data earlier showed a large decline in US weekly crude stockpiles and Saudi Arabia cut prices to Asia in August.

**US markets were closed for a holiday**

**European stocks and government bond yields rose**

**Asian stocks largely rose**

## Key Data Releases and Events

### Releases yesterday

**German factory orders** fell 1.6% mom in May following a revised 0.6% mom decline in April, below market expectations.

### Releases due today (5 July 2024)

Country	Indicator	Period	Survey	Prior
Germany	Industrial Production (mom)	May	0.1%	-0.1%
US	Monthly Change in Payrolls	Jun	190k	272k

**German industrial production** is expected to rise 0.1% mom in May following April's 0.1% mom decline.

**US non-farm payrolls** may have increased 190k in June after a 272k gain in May. The unemployment rate is expected to remain unchanged at 4.0% in June.

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