

## Weekly Round Up



17 November 2023

This week's highlights

### Bond Yields

Sizeable decline

### Dollar

Loses ground

### US CPI Inflation

Falls to 3.2%

### UK CPI Inflation

Sharp drop in Oct

### Euro Area

- Euro rose by almost 2 cents to \$1.0860 versus dollar, which came under pressure after US inflation data.
- German government 10-year bond yields fell by about 15bps to a circa two-month low of around 2.55%.
- Industrial production in the zone ended Q3 on a weak note, falling by 1.1% m-o-m in Sep (-6.9% y-o-y).

### UK

- Annual rate of headline CPI inflation fell sharply - but not unexpectedly - in Oct, to 4.6% from 6.7% (Sep).
- Core inflation dropped to 5.7% from 6.1%, with both core goods and core services inflation easing.
- 10-year gilt yields 25bps lower on week (4.08%); pound rose 2 cents to \$1.24 v \$, flat v euro at 87.5p.

### US

- CPI inflation resumed its descent in Oct, falling to 3.2% from 3.7% in Sep; core rate down to 4.0% (4.1%)
- Inflation data prompted a rally in bonds, with 2- and 10-yields both around 20-25bps lower on the week.
- Fed's Daly said inflation readings "very encouraging", but interest rate cuts "not happening for a while."

### Ireland

- Annual rate of residential property price inflation nationally picked up to 1.4% in Sep from 1.1% in August.
- Residential property prices in Dublin were down 1.9% y-o-y, while prices outside of Dublin rose by 4%.
- Number of payroll employees was flat in Sep v Aug, with y-o-y increase easing to 2.3% (2.9% in Aug).

Mon Nov 20

**EA** Construction Output; **US** Leading Index

Tue Nov 21

**EA** New Car Registrations; **UK** Public Sector Net Borrowing, Productivity; **US** Existing Home Sales, Fed Minutes (October meeting)

Wed Nov 22

**EA** Consumer Confidence; **UK** Autumn Statement, CBI Industrial Trends Survey; **US** Jobless Claims, Durable Goods Orders, Consumer Confidence

Thu Nov 23

**IRL** Labour Force Survey (Q3); **EA & UK** Flash PMIs

Fri Nov 24

**IRL** Wholesale Prices, Industrial Disputes (Q3); **UK** Consumer Confidence; **US** Flash PMIs

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