Market Daily Update

13 AUGUST 2026

Interest Rates

Australia		**Δ bp**
90-day Bill	4.51	0
3-year Bond	4.51	-4
10-year Bond	4.99	-3
US		
2-year	4.19	-3
10-year	4.68	-1
Other 10-year		
Japan	2.85	1
Germany	3.16	0
UK	4.97	1

FX

AUD/USD	0.7063	-0.1%
AUD/JPY	112.52	0.0%
AUD/EUR	0.6125	0.0%
AUD/GBP	0.5232	0.0%
AUD/NZD	1.2049	0.2%
AUD/CNY	4.7629	0.0%
EUR/USD	1.1530	-0.1%
USD/JPY	159.32	0.0%
USD/CNY	6.7449	0.0%

RBA Policy

O/N Cash Rate Target	4.35
Interbank O/N Cash Rate	4.35
Probability of a 25bps Hike in Sep	0.0%
RBA Bond Holdings (31 Jul)	A$227.4b

Commodities

WTI Crude Oil	82.44	-$1.24
Brent Crude Oil	88.26	-$1.09
Mogas95*	108.10	-$0.37
CRB Index	393.19	2.71
Gold	4433.91	$51.28
Silver	66.09	$1.07
Iron Ore (61% Fe)**	95.75	-$0.15
Iron Ore (26-27 Average)	97.42	-$0.06
Copper	14132.00	-$24.50

Equities

ASX200	9191	-31
Dow Jones	53770	-22
S&P500	7749	20
Stoxx600	659	-1
CSI300	4691	27

*Mogas95 is the Singapore benchmark petrol price closely linked to Australian domestic fuel prices.
**Iron ore is the second SGX futures contract.

US equities climbed overnight, with the S&P 500 finishing just short of a fresh record high, supported by a strong rise in leading chipmaker Nvidia. However, the Dow Jones closed marginally lower.

US Treasury yields fell, particularly at the short end of the curve, after the US CPI report came in line with expectations. The benign result saw traders pare back expectations for a September Fed rate hike, with the implied probability falling to 40% from 48% the previous day. Markets continue to fully price in a hike before the end of the year. Yields rose later in the session after a US$42 billion auction of 10-year Treasury notes drew the highest auction yield since 2007.

In Europe, the Stoxx 600 edged lower from a record high, while equities were higher across most of the Asia-Pacific region yesterday. South Korea's market jumped almost 4% amid a rally in memory chip stocks. Australian equities also declined, with the ASX 200 falling 0.4% as most industry sectors posted losses. The Australian market has opened lower again this morning.

Australian bond yields were steady through yesterday's session, remaining below levels seen before the RBA cash rate decision on Tuesday, before opening lower this morning.

The Australian dollar was little changed against the majors. However, the AUD/USD briefly spiked to a high of US$0.7090 as the US dollar slipped following the CPI release, but later retraced as the greenback recovered.

Oil prices drifted lower, with little fresh news on the Middle East war. The International Energy Agency released its August Oil Market Report, which showed a further reduction in its forecast for oil demand in 2026. Global oil supply rose by 2.4 million barrels a day in July but remained 6.3mb/d lower than a year earlier. Gold continued its rally, hitting a two-month high overnight. Copper prices eased despite ongoing strong US demand, as traders await a decision from the Trump administration on whether to impose tariffs on refined copper imports.

The US CPI report for July provided no surprises, with the 0.1% rise in headline CPI (+3.4% YoY) and the 0.2% increase in core CPI (excluding food and energy) both matching expectations. Annual core inflation eased by 0.1 percentage points to 2.5%, returning to the near five-year low reached before the outbreak of the Iran war and down from 2.9% in May.

Economic Data Review

- **US:** CPI (MoM, Jul) – Actual 0.1%, Expected 0.1%, Previous -0.4%.

Economic Data Preview

- **US:** PPI (MoM, Jul) – Expected 0.2%, Previous -0.3%.
- **US:** Initial Jobless Claims (w/e 8 Aug) – Expected 202k, Previous 199k.
- **UK:** GDP (QoQ, Q2) – Expected 0.4%, Previous 0.6%.