Market Daily Update

11 NOVEMBER 2026

Interest Rates (%)		
Australia		**Δ bp**
90-day Bill	4.94	1
3-year Bond	4.73	7
10-year Bond	5.05	8
US		
2-year	4.74	18
10-year	4.99	12
Other 10-year		
Japan	2.76	7
Germany	3.32	5
UK	5.22	9

FX		
AUD/USD	0.6870	-0.7%
AUD/JPY	109.06	-0.3%
AUD/EUR	0.6151	-0.3%
AUD/GBP	0.5147	0.0%
AUD/NZD	1.2257	-0.2%
AUD/CNY	4.5820	-0.7%
EUR/USD	1.1167	-0.5%
USD/JPY	158.75	0.4%
USD/CNY	6.6794	0.1%

RBA Policy	
O/N Cash Rate Target	4.85
Interbank O/N Cash Rate	4.85
Probability of a 25bps Hike in Dec	5.4%
RBA Bond Holdings (30 Oct)	A$213.6b

Commodities US$		
WTI Crude Oil	86.20	-$0.15
Brent Crude Oil	91.49	-$1.08
Mogas95*	102.29	-$0.65
CRB Index	383.83	-2.30
Gold	4037.38	-$91.34
Silver	51.53	-$1.74
Iron Ore (61% Fe)**	92.50	-$0.25
Iron Ore (26-27 Average)	95.31	-$0.04
Copper	13679.00	-$217.50

Equities		
ASX200	9130	-13
Dow Jones	52232	-158
S&P500	7521	-29
Stoxx600	658	2
CSI300	4059	3

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

US equities slipped after an upside surprise in October US CPI, with semiconductor shares leading declines in the information technology sector. Earlier comments from Fed Governor Christopher Waller amplified the market reaction: he said the FOMC should consider a 50bps hike at its December meeting if core CPI rose by 0.3% or more, a condition the subsequent release met. Dallas Fed President Lorie Logan reinforced expectations of a near-term rate increase, saying "*the FOMC needs to implement at least two more 25bps rate increases".* US Treasury yields jumped as traders moved to fully price in a 25bps Fed rate increase in December and a further 50bps by mid-2027.

The US equity losses followed gains across most European markets, with the Stoxx 600 closing at a three-month high. Asia-Pacific markets rose almost across the board, led by technology stocks.

At home, the ASX 200 rose by 1.1% yesterday, with gains in all sectors except consumer staples and utilities. The strongest increase was recorded in real estate, followed by industrials. Australian bond yields edged lower yesterday but opened higher this morning, following the overnight rise in US Treasury yields. The Wall Street sell-off weighed on the Australian dollar, which slipped against most major currencies, including a sharp fall against the stronger US dollar.

Brent crude futures dipped below US$90 a barrel for the first time since late August as fears of an escalation in the Iran war continued to fade. Prices drifted higher again but remain around two-month lows.

On the data front, US CPI rose by 0.4% in October, exceeding expectations of 0.3%, with price increases across a broad range of items. Core inflation, excluding food and energy, remained elevated at 0.3% (exp. 0.2%). The annual CPI inflation figures were not released due to a lack of availability of data for October 2025, when the US public sector was subject to the longest government shutdown on record.

The Chinese trade balance declined to US$105.3b, with annual export growth decelerating to a still very robust rate of 35.2%, while annual import growth accelerated to a whopping 41.6%, the fastest pace since the 2021 rebound from the global lockdowns in 2020. The acceleration in import growth was particularly evident for automated data processing equipment and other electronics. Iron ore imports eased but remained solid at 105.7 million tonnes.

In Australia, NAB business conditions declined to -2 points in October, the lowest level since the height of the COVID-19 pandemic in 2020. There was also a marked drop in forward orders, which points to weakness ahead. NAB business confidence also deteriorated to a five-month low of -15 points. The report showed faster growth in purchase costs but slower growth in selling prices, squeezing profits. Labour cost growth slowed.

Economic Data Review

- **AU:** NAB Business Conditions (Oct) – Actual -2, Previous -1.
- **AU:** NAB Business Confidence (Oct) – Actual -15, Previous -14 (revised).
- **CH:** Trade Balance (Oct) – Actual US$105.3b, Expected US$125.8b, Previous US$133.5b.
- **US:** CPI (MoM, Oct) – Actual 0.4%, Expected 0.3%, Previous 0.6%.
- **US:** NFIB Small Business Optimism (Oct) – Actual 97.8, Expected 98.2, Previous 97.9.

Economic Data Preview

- **AU:** New Home Loans (QoQ, Q3) – Expected -8.0%, Previous -5.2%.