

# U.S. Market Weekly

15<sup>th</sup> January 2024



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# U.S. Markets

## Monday, January 15, 2024

- US stock markets ended higher last week driven by the large-cap companies. Nonetheless, the upward trend was somewhat restricted as investors held off for inflation updates and anticipated notable bank earnings. The rise in mega-cap stocks was bolstered by a decrease in Treasury yields. Nasdaq, S&P 500, and Dow Jones rose 3.1%, 1.8%, and 0.3%, respectively.. The European markets also closed higher. US Futures are trading flat, while Asian market are trading in green today.
- The S&P 500 moved closer to its all-time high, led by large-cap growth stocks and the Nasdaq Composite's strong performance. Tech giants like Meta Platforms and NVIDIA recorded notable gains. Energy stocks lagged as oil prices retreated early in the week. Investors sought momentum clues from banks, but results varied. Despite Delta reporting better-than-expected earnings, its stock fell 5%, possibly influenced by rising oil prices due to Red Sea conflict. The week's sparse economic calendar saw data releases meeting

expectations, with particular attention from investors on inflation data. Stocks showed some volatility on Thursday morning after the Labor Department's release of consumer price inflation data. The following day, producer price data was released, offering a more positive outlook. Crypto prices surged after SEC approval of the first spot bitcoin ETP, tracking bitcoin's underlying price.

Amidst a shortened week, in terms of economic data, investors will focus on the Retail sales data and Industrial production data for December on Wednesday. Thursday shall witness the release of Initial Jobs claim data for Jan. 12, Housing starts data for December coupled with Preliminary data for Philadelphia Fed Manufacturing Survey for January. Friday will see the release of Michigan Consumer Sentiment Index data for the month of January coupled with Existing Home Sales Change data for December.

Upcoming U.S. Economic Events		Actual	Consensus	Previous
Wednesday	Retail Sales Dec. (m-o-m)	-	0.4%	0.3%
	Industrial Production Dec. (m-o-m)	-	0.0%	0.2%
Thursday	Initial jobless claims Jan. 12	-	207,000	202,000
	Housing Starts Dec. (m-o-m)	-	1.439M	1.560M
	Philadelphia Fed Manufacturing Survey Jan.	-	-8.0	-10.5
Friday	Michigan Consumer Sentiment Index Jan.	-	69.6	69.7
	Existing Home Sales Change Dec. (m-o-m)	-	-	0.8%

Source: FXStreet, Al Rajhi Capital.

**S&P 500:** 4,783.8    Weekly Chg: 1.8%    YTD Chg: 0.3%



**DJIA:** 37,593.0    Weekly Chg: 0.3%    YTD Chg: -0.3%



**Nasdaq:** 14,972.8    Weekly Chg: 3.1%    YTD Chg: -0.3%



Performance

Index	Last close	Change (%)	
		Weekly	YTD
DJIA	37,593.0	0.3%	-0.3%
S&P 500	4,783.8	1.8%	0.3%
Nasdaq	14,972.8	3.1%	-0.3%
STOXX 600	476.8	0.1%	-0.5%
CAC 40	7,465.1	0.6%	-1.0%
DAX	16,704.6	0.7%	-0.3%
FTSE 100	7,624.9	-0.8%	-1.4%
Nikkei 225	35,577.1	6.6%	6.3%
Hang Seng	16,244.6	-1.8%	-4.7%
U.S. Treasury bond yields	Last close	Change (bps)	
		Weekly	YTD
2 Yr	4.14	(24)	(11)
5 Yr	3.83	(18)	(2)
10 Yr	3.94	(11)	6
30 Yr	4.18	(3)	15
Commodities	Last close	Change (%)	
		Weekly	YTD
Gold Spot \$/Oz	2,049.1	0.2%	-0.7%
Silver Spot \$/Oz	23.2	0.0%	-2.5%
Crude Oil (Brent)	78.3	-0.6%	1.6%
OPEC Basket	78.9	0.0%	0.6%

Source: Bloomberg, Al Rajhi Capital  
Closing figures as of 12<sup>th</sup> Jan. 2024.

Earnings Calendar

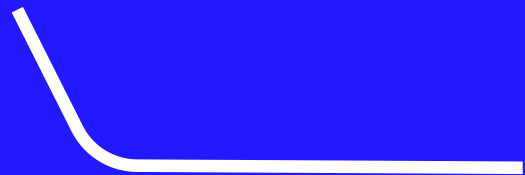
Tuesday			Previous Close Price	Current P/E	Earning Estimate/Share
PNC	PNC Financial Services Group I	After the Close	\$148.92	10.3x	\$2.57
GS	Goldman Sachs Group Inc/The	After the Close	\$377.75	17.7x	\$4.14
MS	Morgan Stanley	After the Close	\$89.70	15.0x	\$1.07
IBKR	Interactive Brokers Group Inc	After the Close	\$88.36	16.1x	\$1.54
PNFP	Pinnacle Financial Partners In	After the Close	\$84.46	12.3x	\$1.67
Wednesday			Previous Close Price	Current P/E	Earning Estimate/Share
SCHW	Charles Schwab Corp/The	Before Open	\$65.23	19.6x	\$0.64
USB	US Bancorp	Before Open	\$42.15	11.0x	\$0.94
DFS	Discover Financial Services	After the Close	\$109.53	8.1x	\$2.53
KMI	Kinder Morgan Inc	After the Close	\$17.97	16.4x	\$0.30
Thursday			Previous Close Price	Current P/E	Earning Estimate/Share
KEY	KeyCorp	Before Open	\$14.20	11.2x	\$0.22
TFC	Truist Financial Corp	Before Open	\$36.74	8.4x	\$0.89
MTB	M&T Bank Corp	Before Open	\$133.08	7.9x	\$3.54
NTRS	Northern Trust Corp	Before Open	\$83.81	15.9x	\$1.35
FAST	Fastenal Co	After the Close	\$63.52	32.1x	\$0.45
PPG	PPG Industries Inc	After the Close	\$145.55	23.1x	\$1.49
JBHT	JB Hunt Transport Services Inc	After the Close	\$192.08	25.6x	\$1.75
Friday			Previous Close Price	Current P/E	Earning Estimate/Share
RF	Regions Financial Corp	Before Open	\$18.28	7.6x	\$0.47
TRV	Travelers Cos Inc/The	Before Open	\$195.56	20.5x	\$4.99
HBAN	Huntington Bancshares Inc/OH	Before Open	\$12.52	8.2x	\$0.24
FITB	Fifth Third Bancorp	After the Close	\$34.36	9.4x	\$0.90
SLB	Schlumberger NV	After the Close	\$49.95	17.6x	\$0.84
STT	State Street Corp	After the Close	\$76.51	10.8x	\$1.84

Source: Bloomberg, Al Rajhi Capital  
Closing figures as of 12<sup>th</sup> Jan. 2024.



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