

### DAILY POINTS

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Chart 1

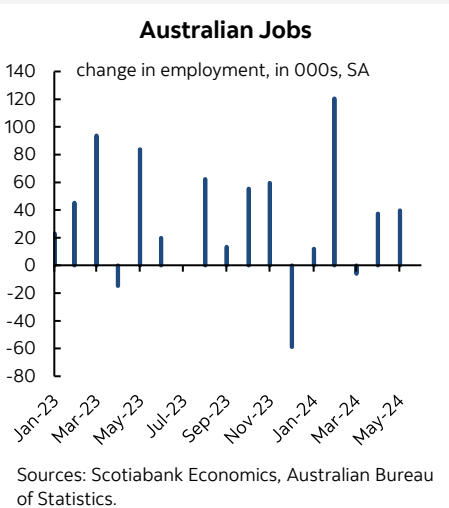
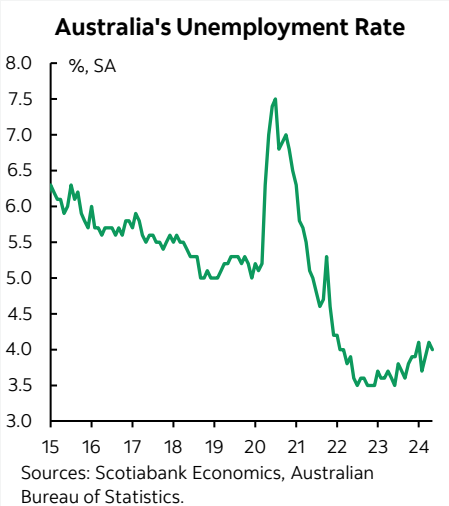


Chart 2



### On Deck for Thursday, June 13

Country	Date	Time	Indicator	Period	BNS	Consensus	Latest
US	06-13	08:30	Initial Jobless Claims (000s)	Jun 08	220	225.0	229.0
US	06-13	08:30	Continuing Claims (000s)	Jun 01	1795	1795.0	1792.0
US	06-13	08:30	PPI (m/m)	May	0.1	0.1	0.5
CA	06-13	09:35	BOC's Kozicki Gives Speech in Ottawa				
US	06-13	12:00	Fed's Williams Interviews Treasury Sec. Yellen				

#### KEY POINTS:

- **European markets catch up to the Fed**
- **Little US market follow through on FOMC, US CPI**
- **Australian jobs beat expectations**
- **US to auction 30s in another test of bond appetite**
- **US PPI, claims on tap**
- **BoC's Macklem, Kozicki probably offer low risk today**

There is mixed follow through this morning on yesterday's developments that included weaker US CPI ([here](#)) and FOMC communications (recap [here](#)) that really just said watch the data as they hedged on 25 or 50bps of cuts this year.

US Ts are little changed. Gilts and EGBs are underperforming, however, as yields climb a few basis points across maturities and countries and they are probably just playing catch-up to the Fed that landed after the European close. Stocks are mostly lower except for flat US futures. The dollar is little changed.

#### AUSTRALIA'S JOB MARKET

Australia gained about 40k jobs last month (30k consensus) and the mix was solid as they were all full-time (42k). The unemployment rate ticked lower to 4% and the participation rate moved up with revisions in April to 66.8% and held steady in May. This gain followed a similar gain of 37k the prior month and a year-to-date rise of 230k jobs. The job market remains strong (chart 1) and the unemployment rate is about a half point off the bottom (chart 2).

That caused mild cheapening in Australian 2s of about 2bps but this effect was overwhelmed by a drop at the Australian open that was fed by the previous day's US developments, namely CPI, leaving the yield about 6bps lower on the session. The A\$ is underperforming other majors relative to the USD.

#### US Data, Fed- and Treasury-Speak on Tap

US core producer prices for May are expected to post a mild gain (8:30amET). US weekly jobless claims are also on tap (8:30amET).

The US will auction 30s in a US\$22B reopening at 1pmET.

Fed-speak brings out NY Fed President Williams who will appear with Treasury Secretary Yellen at the Economic Club of New York (12pmET).

#### More BoC Jawboning

BoC-speak is back again. Macklem will do a fireside chat with no text, press conference, or audience Q&A this afternoon after his appearance yesterday said nothing new (1pmET). One of his deputies will give a history lesson on what they did during the pandemic this morning (9:50amET).

Fixed Income	Government Yield Curves (%):												Central Banks	
	2-YEAR			5-YEAR			10-YEAR			30-YEAR			Current Rate	
	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk	Last	1-day	1-wk		
U.S.	4.75	4.75	4.73	4.31	4.32	4.30	4.31	4.32	4.29	4.47	4.48	4.44	Canada - BoC	4.75
CANADA	3.91	3.98	3.93	3.41	3.50	3.42	3.39	3.48	3.38	3.33	3.40	3.29	US - Fed	5.50
GERMANY	2.98	2.95	3.02	2.59	2.56	2.60	2.55	2.53	2.55	2.70	2.69	2.67	England - BoE	5.25
JAPAN	0.33	0.35	0.34	0.55	0.56	0.54	0.98	0.99	0.96	2.13	2.15	2.09		
U.K.	4.27	4.22	4.33	4.05	4.01	4.07	4.17	4.13	4.17	4.65	4.62	4.61		
	Spreads vs. U.S. (bps):													
CANADA	-84	-77	-80	-90	-82	-88	-92	-84	-91	-113	-108	-115	Euro zone - ECB	4.25
GERMANY	-177	-180	-171	-172	-176	-170	-176	-179	-174	-176	-179	-176	Japan - BoJ	-0.10
JAPAN	-442	-440	-438	-376	-376	-376	-333	-333	-332	-234	-232	-235		
U.K.	-48	-53	-40	-26	-31	-23	-14	-19	-11	18	14	17	Mexico - Banxico	11.00
Equities	Level						% change:							
	Last	Change		1 Day	1-wk	1-mo	1-yr							
S&P/TSX	21962	74.2		0.3	-0.8	-1.3	9.9						Australia - RBA	4.35
Dow 30	38712	-35.2		-0.1	-0.2	-1.8	13.2						New Zealand - RBNZ	5.50
S&P 500	5421	45.7		0.9	1.3	3.8	24.1							
Nasdaq	17608	264.9		1.5	2.4	7.4	29.7							
DAX	18420	-211.1		-1.1	-1.2	-1.7	13.5							
FTSE	8175	-40.7		-0.5	-1.3	-2.9	7.6							
Nikkei	38720	-156.2		-0.4	0.0	1.4	17.3						Canada - BoC	Jul 24, 2024
Hang Seng	18113	174.8		1.0	-1.7	-5.2	-7.2						US - Fed	Jul 31, 2024
CAC	7765	-99.7		-1.3	-3.4	-5.4	6.5						England - BoE	Jun 20, 2024
Commodities	Level						% change:							
	Last	Change		1 Day	1-wk	1-mo	1-yr							
WTI Crude	77.87	-0.63		-0.8	3.1	-1.6	12.2						Euro zone - ECB	Jul 18, 2024
Natural Gas	3.04	-0.00		-0.1	7.8	27.8	30.0						Japan - BoJ	June 14, 2024
Gold	2319.38	-5.59		-0.2	-2.4	4.0	19.3							
Silver	29.38	0.14		0.5	-0.8	2.6	21.4							
CRB Index	295.14	2.39		0.8	2.6	2.6	13.2							
Currencies	Level						% change:							
	Last	Change		1 Day	1-wk	1-mo	1-yr							
USDCAD	1.3743	0.0020		0.1	0.5	0.6	3.2						Mexico - Banxico	Jun 27, 2024
EURUSD	1.0802	-0.0007		-0.1	-0.8	0.1	0.1						Australia - RBA	Jun 18, 2024
USDJPY	157.18	0.4600		0.3	1.0	0.6	12.1							
AUDUSD	0.6650	-0.0014		-0.2	-0.2	0.6	-1.7							
GBPUSD	1.2780	-0.0018		-0.1	-0.1	1.8	1.3						New Zealand - RBNZ	Jul 09, 2024
USDCHF	0.8960	0.0016		0.2	0.8	-1.4	-1.0							

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