

The week that was

- In a lighter week for data, global markets were charged with uncertainty on the debt crisis brewing at Evergrande, one of China's largest property developers, though sentiment ultimately steadied.
- Key central bank meetings came into focus mid-week and had a hawkish tilt. The US Federal Reserve made it clear that asset purchase tapering is coming, with an announcement as soon as November, also indicating that the taper would be relatively quick, at around 6 months' duration. The Bank of England indicated rate rises could begin as early as November, with 2 potential hikes in 2022.
- US 10-year bond yields rose 9bps to 1.45% for the week, while German 10-year yields were up 5bps to close at -0.23%. Australian 10-year yields rose 10bps, closing at 1.41%. TCorp's 10-year yield was up 7bps, to 1.74%.
- Equity markets were mixed. US, European and UK bourses recorded gains, with the S&P500 up 0.5%. However, the ASX200 closed -0.8%, on commodity price pressures, Evergrande and lockdowns. The Shanghai Composite was flat.
- The Australian dollar was also flat at US\$0.726, holding ground alongside the steadying iron ore price.

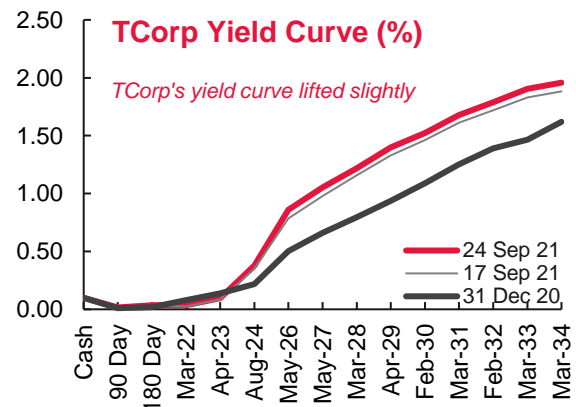
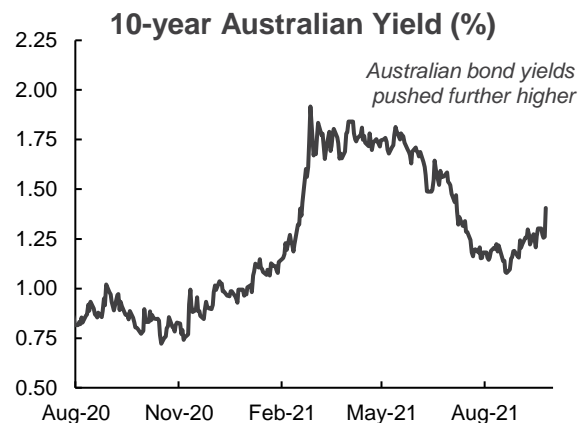
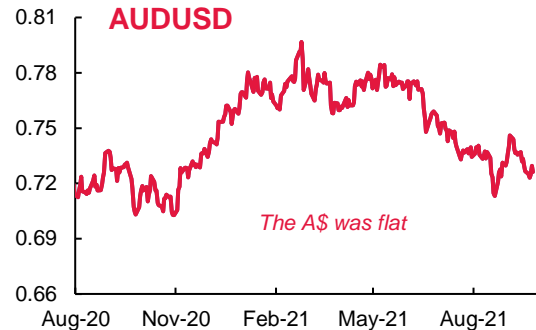
Economic calendar

Monday 27/09	US: Durable goods orders, Aug
Tuesday 28/09	AU: Retail sales, Aug US: Trade balance (adv), Aug
Wednesday 29/09	US: Conference Board Consumer confidence, Sep
Thursday 30/09	AU: Job vacancies, Aug, Building approvals, Aug, Private sector credit, Aug CH: Manufacturing PMI, Sep, Non-Manufacturing PMI, Sep, Caixin PMI, Sep US: Pending home sales, Aug, GDP, Jun qtr (third estimate)
Friday 01/10	AU: Markit PMI, Sep, Home loans, Aug, Commodity index, Sep US: Personal income, Aug, Personal spending Aug, Construction spending, Aug, ISM Manufacturing index, Sep

The week ahead

- Markets will digest a full data calendar in the coming week, alongside updates on some major issues – including the impending debt ceiling limit in the US and the Evergrande crisis. A slew of speakers is scheduled from the US Federal Reserve, and the European Central Bank.

Financial markets charts



Financial markets data: Week ending 24 September 2021

Interest Rates	Close (%)	1 Week (bps)		YTD (bps)	
RBA Cash Rate	0.10	0	—	0	—
90-day BBSW	0.02	0	▲	1	▲
3-year Australian Bond Yield	0.30	5	▲	19	▲
10-year Australian Bond Yield	1.41	10	▲	44	▲
20-year Australian Bond Yield	2.09	10	▲	38	▲
10-year Australian Break-Even Inflation	2.01	-2	▼	24	▲
10-year Australian Real Yield	-0.60	13	▲	19	▲
Fed Funds Rate (lower bound)	0.00	0	—	0	—
2-year US Treasury Yield	0.27	5	▲	15	▲
10-year US Treasury Yield	1.45	9	▲	54	▲
30-year US Treasury Yield	1.98	8	▲	34	▲
10-year German Bund Yield	-0.23	5	▲	34	▲
NSW TCorp Bonds	Close (%)	1 Week (bps)		YTD (bps)	
6.00% 1 March 2022	0.04	1	▲	-5	▼
4.00% 20 April 2023	0.10	1	▲	-4	▼
1.00% 8 February 2024	0.26	2	▲	6	▲
5.00% 20 August 2024	0.38	3	▲	16	▲
4.00% 20 May 2026	0.86	7	▲	36	▲
3.00% 20 May 2027	1.05	7	▲	39	▲
3.00% 20 March 2028	1.22	6	▲	42	▲
3.00% 20 April 2029	1.40	7	▲	46	▲
3.00% 20 February 2030	1.52	6	▲	44	▲
2.00% 20 March 2031	1.68	7	▲	43	▲
1.50% 20 February 2032	1.79	7	▲	40	▲
2.00% 8 March 2033	1.90	7	▲	44	▲
3.50% 20 March 2034	1.96	8	▲	34	▲
2.75% 20 November 2025 CIB	-1.21	5	▲	-10	▼
2.50% 20 November 2035 CIB	0.10	11	▲	19	▲
10-year NSW TCorp Bond Yield	1.74	7	▲	50	▲
10-year TCV (Victoria) Spread	0.03	3	▲	1	▲
10-year QTC (Queensland) Spread	-0.01	3	▲	3	▲
Equities	Close	1 Week		YTD	
S&P/ASX 200 (Australia)	7,343	-0.8%	▼	11.5%	▲
S&P 500 (US)	4,455	0.5%	▲	18.6%	▲
FTSE 100 (UK)	7,051	1.3%	▲	9.1%	▲
DJ Stoxx 600 (Europe)	463	0.3%	▲	16.1%	▲
Nikkei 225 (Japan)	30,249	-0.8%	▼	10.2%	▲
Shanghai Composite (China)	3,613	0.0%	▼	4.0%	▲
Currencies	Close	1 Week		YTD	
AUD/USD	0.726	0.0%	▼	-5.6%	▼
EUR/USD	1.172	0.0%	▼	-4.1%	▼
USD/JPY	110.73	0.7%	▲	7.2%	▲
GBP/USD	1.37	-0.5%	▼	0.1%	▲
US\$ Index	93.33	0.1%	▲	3.8%	▲
Commodities	Close	1 Week		YTD	
Brent Oil (US\$/bbl)	78.09	3.7%	▲	50.8%	▲
Iron Ore (US\$/t)	111.04	9.2%	▲	-29.9%	▼
Coking Coal (US\$/t)	3,676.50	5.2%	▲	145.0%	▲
Gold (US\$/oz)	1,750.42	-0.2%	▼	-7.8%	▼

Brian Redican
Chief Economist
brian.redican@tcorp.nsw.gov.au

Rebecca Hiscock-Croft
Senior Economist
rebecca.hiscock-croft@tcorp.nsw.gov.au



Level 7, Deutsche Bank Place
126 Phillip Street
Sydney NSW 2000, Australia

T +61 2 9325 9325

W www.tcorp.nsw.gov.au

ABN 99 095 235 825

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