BPI

Financial Markets

Daily Report 14-Mar-2024

- In yesterday' session, investors continued to digest this week's US CPI report, which showed the "last mile" of bringing inflation back to target is proving to be the hardest. Markets were mixed, with sovereign bond yields advancing modestly on both sides of the Atlantic, while equities posted slight gains in the euro area and small losses in the US.
- On the macro data front, euro area industrial production fell in January 6.7% yoy (-3.0% expected) down from +0.2% growth in December. Additionally, the ECB published the revision to its operational framework, keeping the depo rate as its main monetary policy tool and reducing its spread with the refi rate to 15 bp (starting on September 2024).
- In commodity markets, the price of a barrel of Brent rose by almost 3% following a Ukrainian attack on a large Russian refinery and a larger-than-expected drop in US gasoline inventories.
- Today's focus will be on US February retail sales and the PPI index.

Interest Rates (%)	3/13	3/12	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Refi)	**4,50**	4,50	0	0	0	150
€STR	**3,91**	3,91	0	0	2	151
Swap €STR (10Y)	**2,47**	2,45	3	-1	19	-23
3 months (Euribor)	**3,94**	3,93	1	0	3	98
12 months (Euribor)	**3,70**	3,71	-1	-5	19	-16
Germany - 2-Year Bond	**2,89**	2,85	4	3	51	20
Germany - 10-Year Bond	**2,37**	2,33	4	4	42	11
France - 10-Year Bond	**2,80**	2,78	3	3	33	1
Spain - 10-Year Bond	**3,16**	3,14	2	1	26	-21
Portugal - 10-Year Bond	**3,00**	2,98	2	1	45	-20
Italy - 10-Year Bond	**3,59**	3,61	-1	-5	0	-59
Risk premium - Spain (10Y)	**80**	81	-2	-3	-17	-31
Risk premium - Portugal (10Y)	**63**	65	-2	-3	3	-31
Risk premium - Italy (10Y)	**123**	128	-5	-9	-42	-69
US						
Fed - Upper Bound	**5,50**	5,50	0	0	0	75
Fed Funds Rate Future (Dec.-24)	**4,62**	4,59	3	6	79	164
3 months (SOFR)	**5,33**	5,33	0	1	0	30
12 months (SOFR)	**5,01**	4,98	3	0	24	-27
2-Year Bond	**4,63**	4,59	4	8	38	65
10-Year Bond	**4,19**	4,15	4	9	31	62

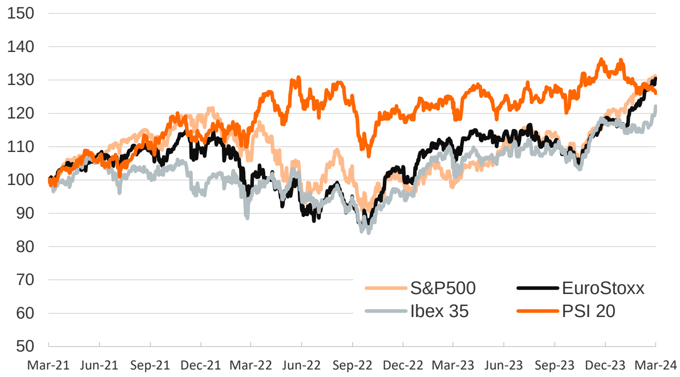
Stock Markets	3/13	3/12	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**4,46**	4,42	0,8	1,6	19,6	19,0
Ibex 35	**10561**	10389	1,7	3,6	4,5	17,9
PSI 20	**6110**	6143	-0,5	-1,5	-4,5	3,6
MIB	**33885**	33753	0,4	1,6	11,6	29,4
DAX	**17961**	17965	0,0	1,4	7,2	20,1
CAC 40	**8138**	8087	0,6	2,3	7,9	16,1
Eurostoxx50	**5001**	4983	0,3	1,7	10,6	22,1
S&P 500	**5165**	5175	-0,2	1,2	8,3	34,0
Nasdaq	**16178**	16266	-0,5	0,9	7,8	44,6
Nikkei 225	**38696**	38798	-0,3	-3,5	15,6	39,0
MSCI Emerging Index	**1047**	1049	-0,2	1,8	2,2	8,8
MSCI Emerging Asia	**561**	564	-0,5	2,2	3,4	7,9
MSCI Emerging Latin America	**2520**	2491	1,2	-0,4	-5,4	17,7
Shanghai	**3044**	3056	-0,4	0,1	2,3	-6,9
VIX Index	**13,75**	13,84	-0,7	-5,2	10,4	-48,2

Currencies	3/13	3/12	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,095**	1,093	0,2	0,4	-0,8	2,0
EUR/GBP	**0,86**	0,85	0,2	-0,1	-1,3	-2,9
EUR/CHF	**0,96**	0,96	0,4	0,1	3,6	-1,7
USD/JPY	**147,76**	147,68	0,1	-1,1	4,8	10,9
USD/CNY	**7,19**	7,18	0,1	-0,1	1,2	4,9

Commodities	3/13	3/12	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**99,0**	98,2	0,8	1,2	0,4	-5,8
Brent (US$/barrel)	**84,0**	81,9	2,6	1,3	9,1	4,0
TTF Natural Gas-1M Future (€/MWh)	**24,9**	24,8	0,5	-6,3	-23,0	-49,8
TTF Natural Gas-Dec.-24 Future (€/MWh)	**28,3**	28,3	0,2	-5,4	-25,9	-47,5
Gold (US$/ounce)	**2174,4**	2158,3	0,7	1,2	5,4	13,6

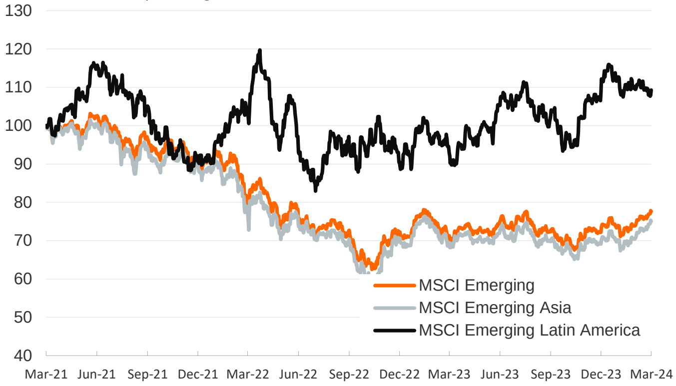
Main advanced stock markets

Index (100=Three years ago)



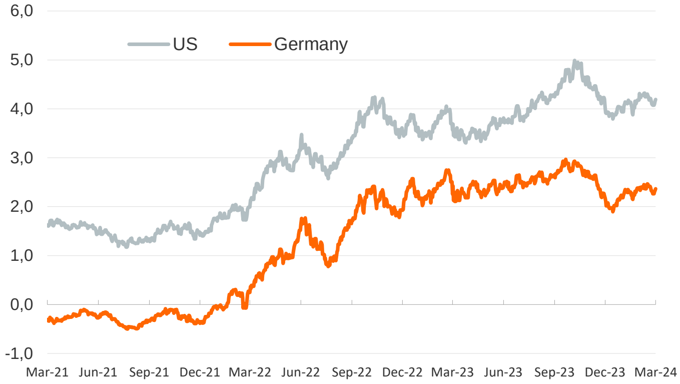
Emerging economies stock markets

Index (100=Three years ago)



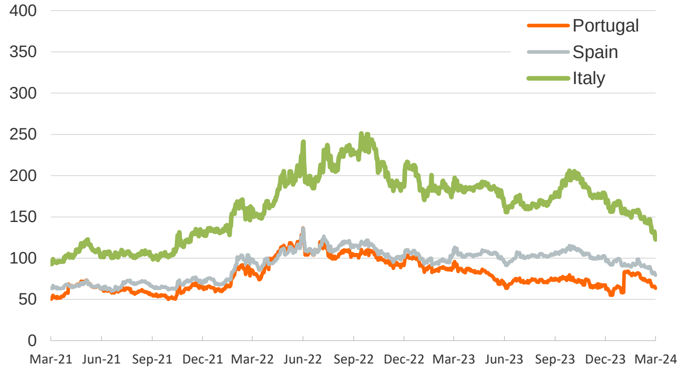
Yield on 10-year public debt: U.S. and Germany

(%)



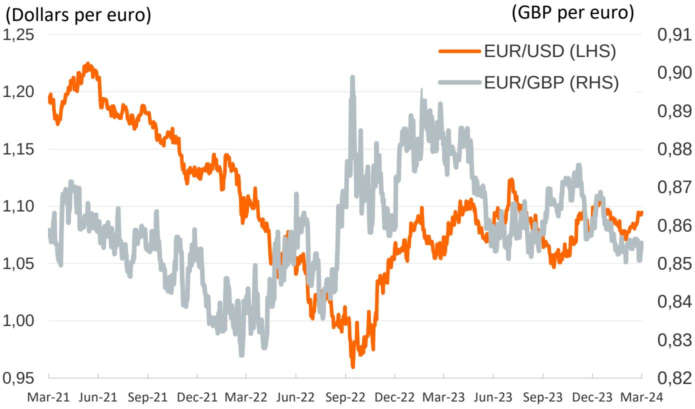
Risk Premium on 10-year debt: Italy, Spain and Portugal

(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro)



Exchange rate: emerging economies index

(Index (100=Three years ago)

Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)