BPI

Financial Markets

Daily Report 9-Apr-2024

- In the first session of week, investors traded with an optimistic tone following the release of better -than-expected economic data in the euro area. In particular, the 2.1% m/m increase in Germany's industrial production in February hinted that one of the laggards in economic growth in the region for the past quarters might have bottomed out.
- In this context, yields on sovereign bonds edged up on both sides of the Atlantic and the probabilities for a June rate cut i n the ECB and the US Federal Reserve remained broadly unchanged (91% and 52%, respectively). Euro area equities rose modestly boosted, among others, by the real estate and energy sectors.
- Elsewhere, the price of the barrel of Brent eased towards $90 after Israel reduced its troops in Gaza and began a fresh round of ceasefire talks with Hamas. The US dollar weakened against most peers and the euro continued fluctuating within the $1.08-$1.09 range.

Interest Rates (%)	4/8	4/5	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	100
€STR	**3.91**	3.91	0	1	3	101
Swap €STR (10Y)	**2.56**	2.53	3	12	27	-8
3 months (Euribor)	**3.90**	3.89	2	1	-1	83
12 months (Euribor)	**3.67**	3.66	2	0	16	10
Germany - 2-Year Bond	**2.93**	2.88	5	8	55	37
Germany - 10-Year Bond	**2.44**	2.40	4	14	49	25
France - 10-Year Bond	**2.92**	2.91	2	12	45	22
Spain - 10-Year Bond	**3.25**	3.23	2	9	35	2
Portugal - 10-Year Bond	**3.10**	3.08	2	9	55	4
Italy - 10-Year Bond	**3.82**	3.81	1	15	23	-20
Risk premium - Spain (10Y)	**82**	84	-2	-5	-14	-23
Risk premium - Portugal (10Y)	**66**	68	-1	-5	5	-21
Risk premium - Italy (10Y)	**139**	141	-2	1	-26	-46
US						
Fed - Upper Bound	**5.50**	5.50	0	0	0	50
Fed Funds Rate Future (Dec.-24)	**4.80**	4.76	4	4	97	182
3 months (SOFR)	**5.30**	5.29	1	0	-3	40
12 months (SOFR)	**5.05**	5.03	2	2	28	51
2-Year Bond	**4.79**	4.75	4	8	54	81
10-Year Bond	**4.42**	4.40	2	11	54	103

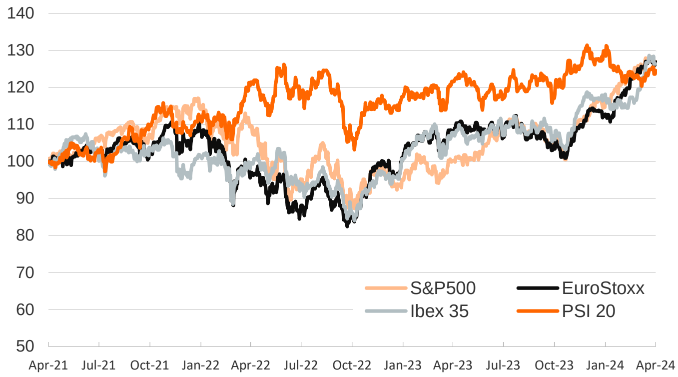
Stock Markets	4/8	4/5	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**4.77**	4.67	2.1	6.1	28.0	36.5
Ibex 35	**10912**	10916	0.0	-1.5	8.0	17.2
PSI 20	**6265**	6219	0.7	-0.2	-2.0	2.4
MIB	**34316**	34011	0.9	-1.3	13.1	26.1
DAX	**18319**	18175	0.8	-0.9	9.4	17.4
CAC 40	**8119**	8061	0.7	-1.1	7.6	10.8
Eurostoxx50	**5046**	5015	0.6	-0.7	11.6	17.1
S&P 500	**5202**	5204	0.0	-0.8	9.1	26.7
Nasdaq	**16254**	16249	0.0	-0.9	8.3	34.5
Nikkei 225	**39347**	38992	0.9	-1.1	17.6	43.0
MSCI Emerging Index	**1049**	1046	0.3	0.7	2.5	6.3
MSCI Emerging Asia	**561**	559	0.2	0.2	3.3	4.8
MSCI Emerging Latin America	**2564**	2530	1.4	2.2	-3.7	18.3
Shanghai	**3047**	3069	-0.7	-1.0	2.4	-8.4
VIX Index	**15.19**	16.03	-5.2	11.3	22.0	-17.4

Currencies	4/8	4/5	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1.086**	1.084	0.2	1.1	-1.6	-0.4
EUR/GBP	**0.86**	0.86	0.1	0.3	-1.0	-2.3
EUR/CHF	**0.98**	0.98	0.6	1.2	5.8	-0.4
USD/JPY	**151.82**	151.62	0.1	0.1	7.6	14.9
USD/CNY	**7.23**	7.23	0.0	0.0	1.8	5.3

Commodities	4/8	4/5	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**102.9**	102.9	0.0	3.0	4.3	-3.1
Brent (US$/barrel)	**90.4**	91.2	-0.9	3.4	17.3	6.2
TTF Natural Gas-1M Future (€/MWh)	**27.9**	26.6	4.9	2.1	-13.7	-35.3
TTF Natural Gas-Dec.-24 Future (€/MWh)	**31.9**	30.5	4.4	5.3	-16.7	-39.2
Gold (US$/ounce)	**2339.0**	2329.8	0.4	3.9	13.4	16.5

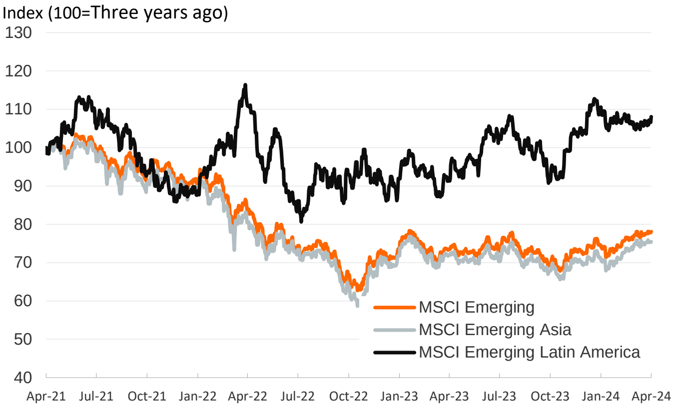
Main advanced stock markets

Index (100=Three years ago)



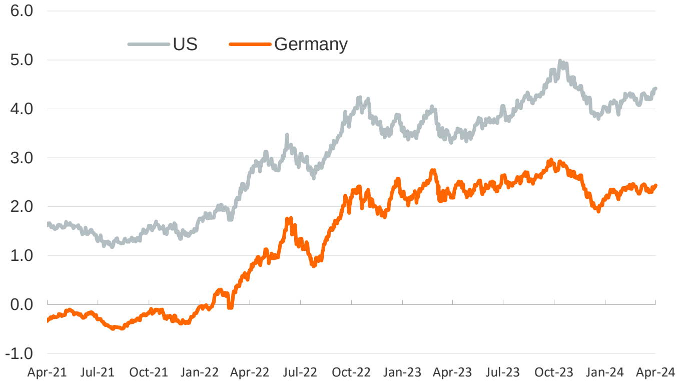
Emerging economies stock markets

Index (100=Three years ago)



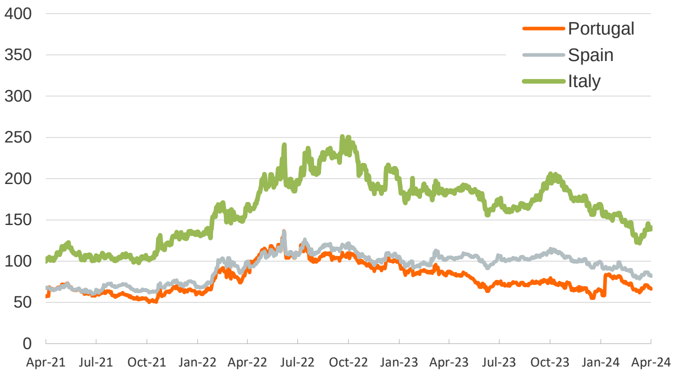
Yield on 10-year public debt: U.S. and Germany

(%)



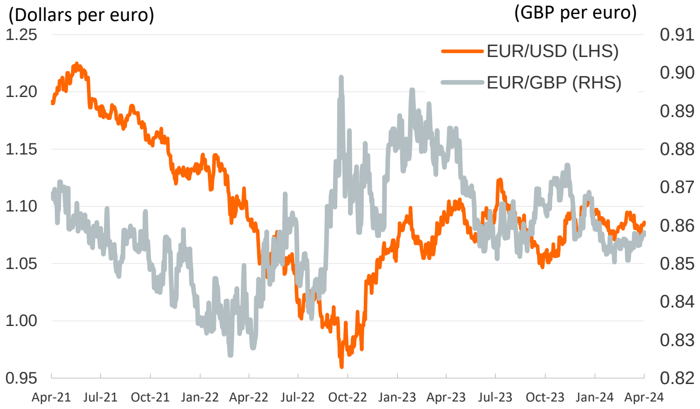
Risk Premium on 10-year debt: Italy, Spain and Portugal

(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro) (GBP per euro)



Exchange rate: emerging economies index

(Index (100=Three years ago)

Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)