

- ▶ Global financial markets suffered a new spike of volatility as stock markets tumbled worldwide and investors rushed to the U.S. and German bond markets. Yields on 10-year treasuries and bunds declined by 6bp and Euro Area periphery spreads edged up moderately.
- ▶ Yesterday, the Trump Administration announced that it plans to impose new tariffs on annual imports from China.
- ▶ In the UK, the BoE left its reference rate unchanged at 0.50%. However, the post-meeting statement pointed that an "ongoing tightening of monetary policy over the forecast period will be appropriate to return inflation sustainably to its target at a more conventional horizon".
- ▶ In the Euro Area, the flash PMI Composite Index declined moderately to 55.3 points in March (57.1 points in February) as the manufacturing index came out at 56.6 points (58.6 in February) and the services index stood at 55.0 points (56.2 in February). Still, the indices remain well in expansionary territory (above the 50-points threshold).

Interest Rates (%)	3/22	3/21	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
Eurozone						
ECB - Official Interest Rate (Refi)	0.00	0.00	0	0	0	0
Eonia	-0.37	-0.37	0	0	-2	-1
Swap Eonia (10Y)	0.79	0.83	-4	-1	10	17
3 months (Euribor)	-0.33	-0.33	0	0	0	0
12 months (Euribor)	-0.19	-0.19	0	0	-1	-9
Germany - 2-Year Bond	-0.60	-0.59	-2	-2	2	17
Germany - 10-Year Bond	0.53	0.59	-6	-5	10	12
France - 10-Year Bond	0.77	0.83	-6	-5	-1	-28
Italy - 10-Year Bond	1.88	1.93	-4	-10	-12	-37
Spain - 10-Year Bond	1.29	1.34	-4	-9	-28	-45
Portugal - 10-Year Bond	1.75	1.76	0	-4	-19	-240
Risk premium - Spain (10Y)	76	74	2	-4	-38	-57
Risk premium - Portugal (10Y)	123	117	6	1	-29	-252

US

Fed - Upper Bound	1.75	1.75	0	25	25	75
3 months (Libor)	2.27	2.27	0	9	58	111
12 months (Libor)	2.68	2.68	0	8	57	87
2-Year Bond	2.28	2.31	-3	0	40	103
10-Year Bond	2.82	2.88	-6	-1	41	42

Stock Markets	3/22	3/21	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	3.82	3.91	-2.3	0.2	-1.7	-1.8
BPI	1.14	1.14	0.0	0.7	-3.0	7.4
Ibex 35	9487	9631	-1.5	-2.0	-5.5	-7.3
PSI	2967	2996	-1.0	-0.9	-0.1	17.1
DAX	12100	12309	-1.7	-2.0	-6.3	1.6
CAC 40	5167	5240	-1.4	-1.9	-2.7	3.5
Eurostoxx50	3348	3401	-1.6	-1.9	-4.4	-2.1
FTSE 100	6953	7039	-1.2	-2.6	-9.6	-5.1
S&P 500	2644	2712	-2.5	-3.8	-1.1	12.6
Nasdaq	7167	7345	-2.4	-4.2	3.8	23.1
Nikkei 225	21592	21381	1.0	-1.0	-5.2	13.4
MSCI Emerging Index	1197	1210	-1.1	-1.6	3.3	23.8
Shanghai	3263	3281	-0.5	-0.8	-1.3	0.6
VIX Index	23	18	30.7	40.7	111.4	82.2

Currencies	3/22	3/21	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	1.230	1.234	-0.3	0.0	2.5	13.9
EUR/JPY	129.52	130.85	-1.0	-1.0	-4.3	7.9
EUR/GBP	0.87	0.87	0.0	-1.2	-1.7	0.9
EUR/CHF	1.17	1.17	-0.4	-0.3	-0.2	9.1
USD/JPY	105.28	106.05	-0.7	-1.0	-6.6	-5.3
USD/CNY	6.34	6.32	0.2	0.2	-2.6	-7.9
USD/MXN	18.64	18.44	1.1	-0.3	-5.2	-2.1

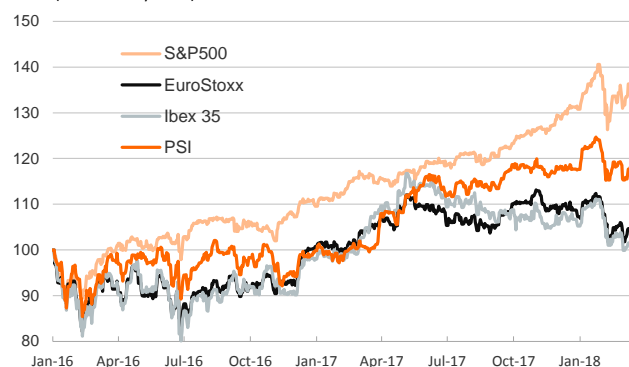
Commodities	3/22	3/21	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	87.1	87.4	-0.4	-0.2	-1.2	2.9
Brent (US\$/barrel)	68.9	69.5	-0.8	5.8	3.1	36.1
Gold (US\$/ounce)	1329.0	1332.5	-0.3	1.0	2.0	6.4
Metal Index	216.3	218.9	-1.2	-2.2	-6.0	15.0
Agricultural Index	262.9	262.3	0.2	-2.0	3.1	-0.4

Note (*): one more day for Asian stock markets

Selected Time Series

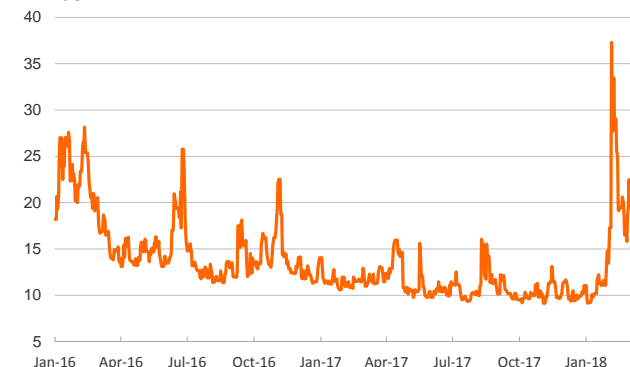
Main advanced stock markets

Index (100=January 2016)



Implied volatility on US stock markets

VIX Index



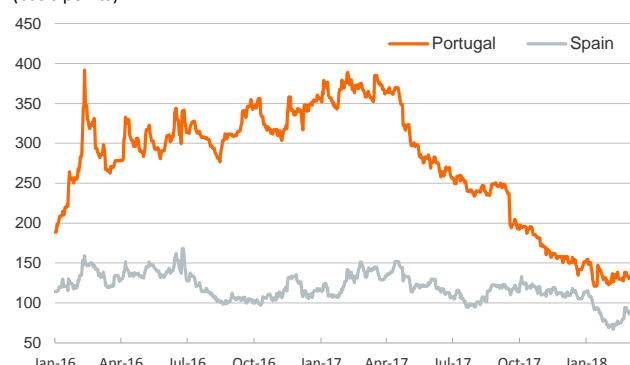
US: yield on public debt

(%)



Risk Premium on 10-year debt: Spain and Portugal

(basis points)



Exchange rate: EUR/USD

(Dollars per euro)



Brent oil price

(US\$/barrel)



Notice regarding publication of the Banco BPI "Daily Report".

Daily Report – Financial Markets is a publication of Banco BPI prepared by its Research and Economic Analysis Department that contains information and opinions that come from sources considered reliable, but Banco BPI does not guarantee the accuracy of the same and is not responsible for errors or omissions contained therein. This document has a purely informative purpose, for which reason Banco BPI is not responsible in any case for the use made of it. Opinions and estimates are specific to the area and may be subject to change without notice.