BPI

Financial Markets

Daily Report 29-Jul-2026

- Markets weighed lower geopolitical risk and falling energy prices against growing concerns over AI-capex returns. Brent oil fell to $84/barrel, lowering inflation expectations (especially in the short-term) and sovereign yields on both sides of the Atlantic.
- ECB and Fed policy-rate expectations shifted lower, although the broader outlook changed little, with markets continuing to price two ECB hikes (the first one in September); and two Fed hikes, assigning roughly a 33% probability to a hike later today.
- Tech and AI-exposed companies fell sharply as concerns over AI-capex returns were compounded by China's chipmaking advances. Asian equities posted heavy losses, while European indices managed modest gains thanks to their lower exposure to tech. In the US, the Nasdaq fell while the S&P 500 edged higher, as defensive sectors offset the technology drag.
- In FX markets, the euro appreciated against the dollar, while the yen weakened slightly ahead of Friday's BoJ meeting.

Interest Rates (%)	7/28	7/27	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Depo)	**2,25**	2,25	0	0	25	25
€STR	**2,18**	2,19	0	0	26	26
Swap €STR (10Y)	**2,91**	2,93	-2	-6	22	42
3 months (Euribor)	**2,45**	2,45	-1	-3	42	43
12 months (Euribor)	**2,94**	2,98	-4	2	70	81
Germany - 2-Year Bond	**2,75**	2,79	-4	-5	63	83
Germany - 10-Year Bond	**3,10**	3,13	-3	-6	25	42
France - 10-Year Bond	**3,88**	3,92	-4	-8	32	53
Spain - 10-Year Bond	**3,55**	3,59	-4	-7	27	28
Portugal - 10-Year Bond	**3,45**	3,49	-4	-7	30	34
Italy - 10-Year Bond	**3,90**	3,94	-4	-8	35	40
Risk premium - France (10Y)	**78**	79	-1	-2	7	12
Risk premium - Spain (10Y)	**45**	46	-1	-1	2	-14
Risk premium - Portugal (10Y)	**34**	36	-1	-1	5	-8
Risk premium - Italy (10Y)	**80**	81	-1	-2	10	-2
US						
Fed - Lower Bound*	**3,50**	3,50	0	0	0	-75
Fed Funds Rate Future (Dec.-26)	**4,01**	4,04	-4	2	95	85
3 months (SOFR)	**3,83**	3,83	0	8	18	-48
12 months (SOFR)	**4,15**	4,15	0	11	73	15
2-Year Bond	**4,29**	4,32	-3	3	82	36
10-Year Bond	**4,61**	4,65	-4	-2	44	20

Stock Markets	7/28	7/27	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**13,20**	13,29	-0,7	2,2	26,3	67,6
Ibex 35	**19727**	19741	-0,1	1,8	14,0	38,7
PSI 20	**9135**	9122	0,1	-0,4	10,5	19,0
MIB	**51698**	52055	-0,7	-1,1	15,0	26,9
DAX	**25464**	25361	0,4	1,8	4,0	6,2
CAC 40	**8459**	8406	0,6	1,1	3,8	8,4
Eurostoxx50	**6290**	6282	0,1	0,1	8,6	17,8
S&P 500	**7429**	7413	0,2	-1,1	8,5	16,3
Nasdaq	**24877**	24932	-0,2	-3,7	7,0	17,5
Nikkei 225	**62365**	64931	-4,0	-5,8	23,9	52,1
MSCI Emerging Index	**1583**	1643	-3,7	-4,3	12,7	26,1
MSCI Emerging Asia	**888**	930	-4,5	-5,2	14,6	27,6
MSCI Emerging Latin America	**3052**	3042	0,3	0,8	12,6	36,9
Shanghai	**3813**	3858	-1,2	-1,3	-3,9	6,0
VIX Index	**18,21**	18,67	-2,5	6,8	21,8	21,2

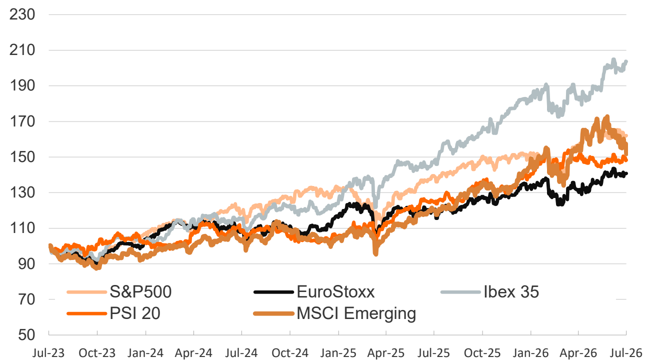
Currencies & Cryptocurrencies	7/28	7/27	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,139**	1,137	0,2	-0,1	-3,1	-1,7
EUR/GBP	**0,86**	0,86	0,2	0,6	-1,7	-1,2
EUR/CHF	**0,93**	0,93	0,2	0,7	0,2	0,1
USD/JPY	**163,85**	163,75	0,1	0,4	4,6	10,3
USD/CNY	**6,77**	6,76	0,1	0,0	-3,1	-5,7
BTC/USD	**63839,19**	64906,26	-1,6	-3,8	-27,2	-45,9

Commodities	7/28	7/27	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**130,4**	131,8	-1,1	-2,2	18,9	26,4
Brent (US$/barrel)	**84,1**	88,4	-4,8	-7,6	38,2	20,1
TTF Natural Gas-1M Future (€/MWh)	**57,7**	58,3	-0,9	-3,2	105,0	75,5
TTF Natural Gas-Dec.-26 Future (€/MWh)	**56,2**	57,1	-1,5	-3,5	102,7	66,6
Gold (US$/ounce)	**4029,6**	4076,3	-1,1	-1,2	-6,7	21,6

* To ensure the best comparability between USD and EUR policy rates, we are now displaying the lower bound of the Federal Funds Target Rate and the ECB'S Deposit Facility Rate, respectively

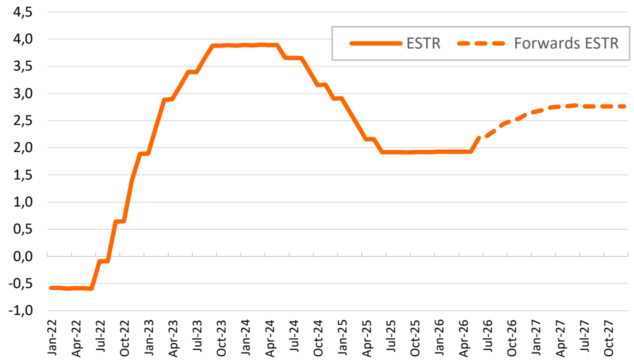
Main advanced stock markets

Index (100=Three years ago)



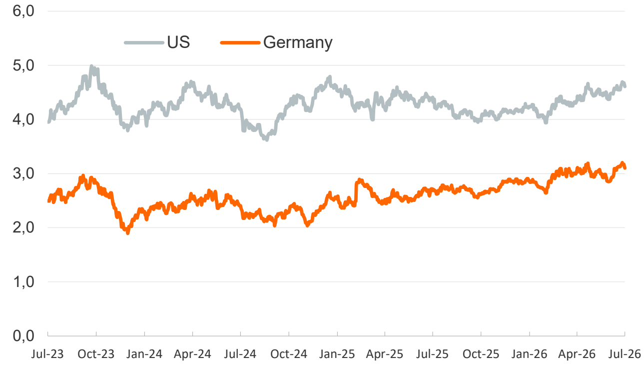
€STR: historical data and forwards

(%)



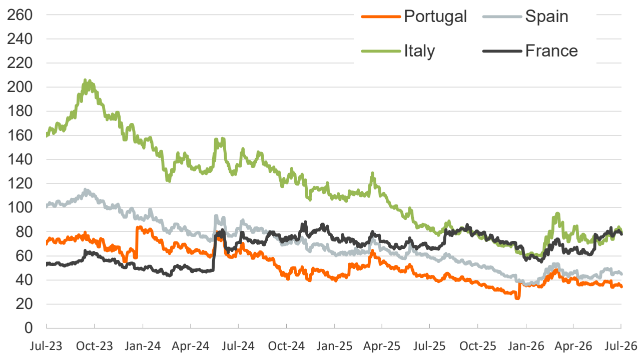
Yield on 10-year public debt: U.S. and Germany

(%)



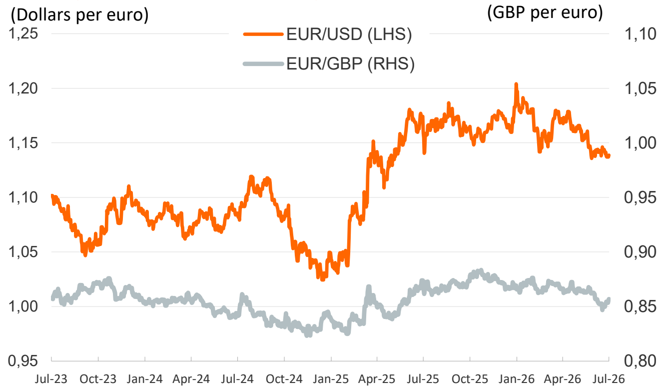
Risk Premium on 10-year debt: France, Italy, Spain and Portugal

(basis points)



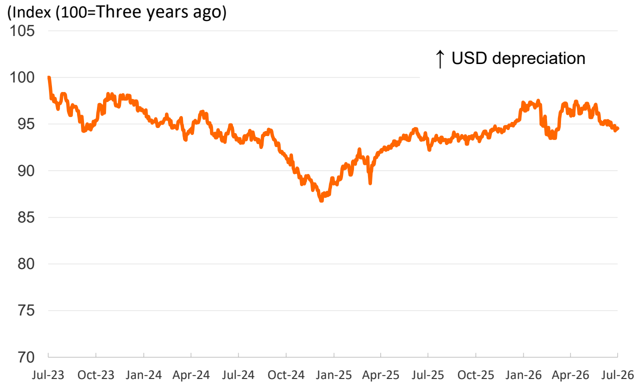
Exchange rate: Advanced-economy currencies

(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)