Financial Markets

Daily Report 31-Aug-2026

- Markets saw high commodity prices and elevated sovereign yields throughout August, driven by the ongoing conflict in the Middle East, pressure on inflation expectations, and hawkish central bank rhetoric. Yet stocks trended higher on the back of a solid earnings season, while the USD weakened against the main currencies.
- Last Friday, stocks were mixed, sovereign yields rose and the USD regained some strength as investors digested Fed Chair Kevin Warsh's Jackson Hole speech. Warsh shared his views on the U.S. economy more openly and sent a mildly hawkish message, underscoring inflation risks. Market-implied odds of a Fed rate hike in September surged from 35% to 60%.
- This week, the focus will be on the release of euro area inflation and unemployment figures (Tuesday) as ECB members enter their quiet period prior to the September 10 meeting. Final August PMI data will also be released this week. In the U.S., the focus will be on the August ISM surveys (Tuesday and Thursday) and the employment report (Friday).

Interest Rates (%)	8/28	7/31	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	**2.19**	2.18	0	0	27	26
Swap €STR (10Y)	**3.07**	3.00	7	3	38	60
3 months (Euribor)	**2.57**	2.48	9	5	55	53
12 months (Euribor)	**2.98**	2.96	2	-2	74	87
Germany - 2-Year Bond	**2.91**	2.82	9	6	79	97
Germany - 10-Year Bond	**3.28**	3.21	7	2	42	58
France - 10-Year Bond	**4.13**	4.00	13	-1	56	65
Spain - 10-Year Bond	**3.73**	3.65	8	2	44	43
Portugal - 10-Year Bond	**3.63**	3.55	8	2	48	49
Italy - 10-Year Bond	**4.10**	4.02	8	1	55	56
Risk premium - France (10Y)	**85**	79	5	-3	14	6
Risk premium - Spain (10Y)	**45**	45	0	0	2	-15
Risk premium - Portugal (10Y)	**35**	34	1	0	6	-10
Risk premium - Italy (10Y)	**82**	81	1	-1	13	-2
US						
Fed - Lower Bound*	**3.50**	3.50	0	0	0	-75
Fed Funds Rate Future (Dec.-26)	**3.97**	3.96	0	11	91	101
3 months (SOFR)	**3.76**	3.75	1	2	11	-41
12 months (SOFR)	**4.02**	4.05	-3	3	60	26
2-Year Bond	**4.34**	4.29	5	10	87	71
10-Year Bond	**4.72**	4.73	-1	-1	55	52

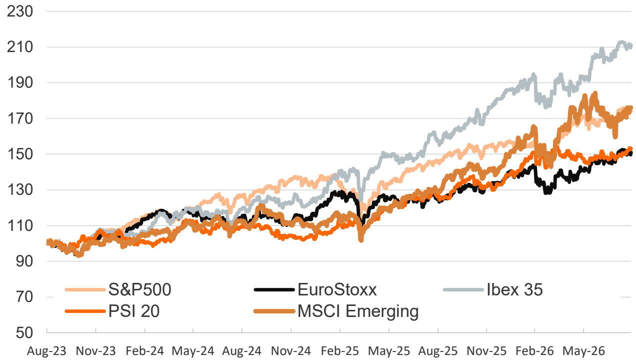
Stock Markets	8/28	7/31	Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**13.15**	12.57	4.7	1.3	25.9	54.4
Ibex 35	**20042**	19783	1.3	0.4	15.8	33.0
PSI 20	**9431**	9116	3.5	0.8	14.1	20.9
MIB	**52616**	52173	0.9	-0.1	17.1	24.0
DAX	**26570**	25629	3.7	1.7	8.5	10.5
CAC 40	**8401**	8510	-1.3	-1.0	3.1	8.2
Eurostoxx50	**6486**	6358	2.0	0.4	12.0	20.2
S&P 500	**7712**	7490	3.0	0.5	12.7	18.6
Nasdaq	**26402**	25374	4.1	0.8	13.6	21.6
Nikkei 225	**66406**	64362	3.2	0.6	31.9	55.0
MSCI Emerging Index	**1722**	1666	3.4	0.0	22.6	36.5
MSCI Emerging Asia	**975**	943	3.4	-0.1	25.7	40.4
MSCI Emerging Latin America	**3031**	3090	-1.9	-0.1	11.9	25.9
Shanghai	**3952**	3832	3.1	1.2	-0.4	2.8
VIX Index	**14.43**	15.99	-9.8	-4.6	-3.5	0.0

Currencies & Cryptocurrencies	8/28	7/31	Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1.159**	1.153	0.5	-0.8	-1.4	-0.8
EUR/GBP	**0.86**	0.86	0.1	-0.1	-1.8	-1.0
EUR/CHF	**0.94**	0.93	0.7	0.2	0.7	0.1
USD/JPY	**160.09**	157.40	1.7	0.7	2.2	9.0
USD/CNY	**6.73**	6.75	-0.3	0.1	-3.7	-5.6
BTC/USD	**77405.48**	62899.25	23.1	-0.1	-11.7	-30.8

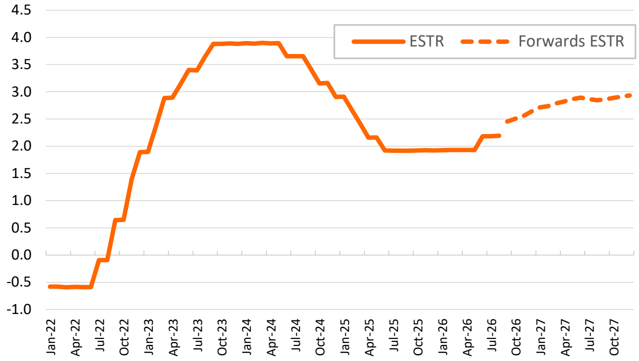
Commodities	8/28	7/31	Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**140.2**	132.1	6.2	-0.2	27.8	37.5
Brent (US$/barrel)	**89.3**	90.1	-0.9	-5.4	46.8	30.2
TTF Natural Gas-1M Future (€/MWh)	**67.0**	59.1	13.4	1.7	137.8	112.2
TTF Natural Gas-Dec.-26 Future (€/MWh)	**66.3**	57.7	14.8	1.0	139.0	107.9
Gold (US$/ounce)	**4455.1**	4046.2	10.1	-3.2	3.1	30.4

* 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

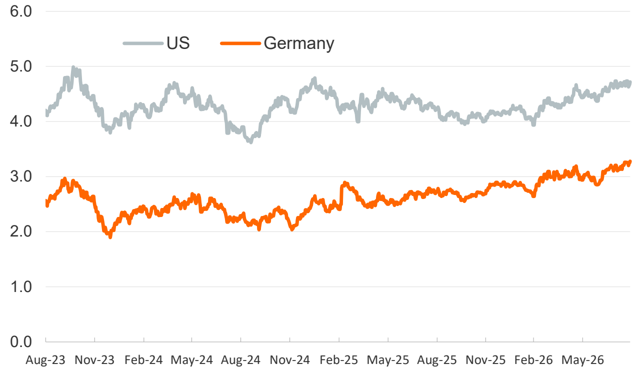
Main advanced stock markets
Index (100=Three years ago)



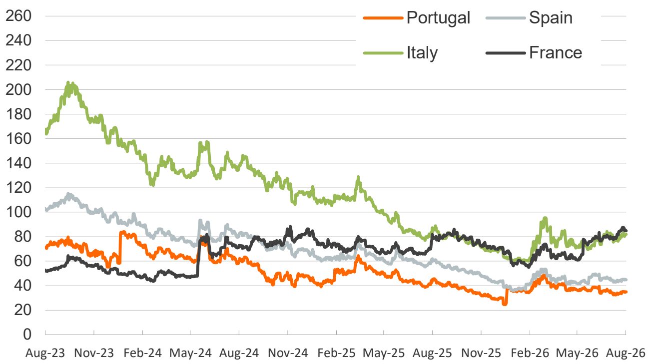
€STR: historical data and forwards
(%)



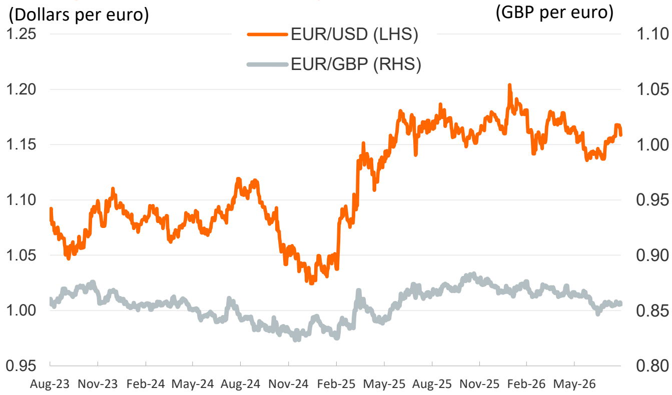
Yield on 10-year public debt: U.S. and Germany
(%)



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)