BPI

Financial Markets

Daily Report 9-May-2022

- On Friday, investors focused their attention on the April employment report for the US, which confirmed that the tight labor market should allow the Fed to continue hiking interest rates. The expectation of a tighter monetary policy led to increases in the yields of sovereign bonds and volatility in stock markets.
- Non-farm payrolls rose in April by +428k, above consensus expectations, while the unemployment rate stood at 3.6%. In addition, wages continued to rise strongly (5.5% y/y). In this context, stock indices declined across the board and the yield on the 10-year US Treasury and the German bund rose to 3.13% and 1.13%, respectively.
- In FX markets, the US dollar strengthened against most currencies, hovering around the $1.05 level against the euro.
- This week the focus will be on the April CPI data for the US (Wednesday) and the final April inflation figures for several euro area economies, including Spain (Friday).

Interest Rates (%)	5/6	5/5	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
€STR	**-0.59**	-0.59	0	0	1	-2
Swap €STR (10Y)	**1.58**	1.49	9	18	149	164
3 months (Euribor)	**-0.43**	-0.42	-1	0	15	10
12 months (Euribor)	**0.25**	0.25	-1	8	75	73
Germany - 2-Year Bond	**0.32**	0.29	4	6	94	101
Germany - 10-Year Bond	**1.13**	1.04	9	19	131	135
France - 10-Year Bond	**1.66**	1.57	8	20	146	149
Spain - 10-Year Bond	**2.24**	2.15	9	26	167	175
Portugal - 10-Year Bond	**2.27**	2.18	9	25	180	176
Italy - 10-Year Bond	**3.13**	3.04	10	36	196	217
Risk premium - Spain (10Y)	**111**	110	0	7	36	40
Risk premium - Portugal (10Y)	**114**	114	0	6	49	42
Risk premium - Italy (10Y)	**200**	199	1	17	66	82
US						
Fed - Upper Bound	**1.00**	1.00	0	50	75	75
3 months (Libor)	**1.40**	1.37	3	7	119	124
12 months (Libor)	**2.69**	2.67	2	6	211	242
2-Year Bond	**2.73**	2.70	3	2	200	259
10-Year Bond	**3.13**	3.04	9	20	162	155

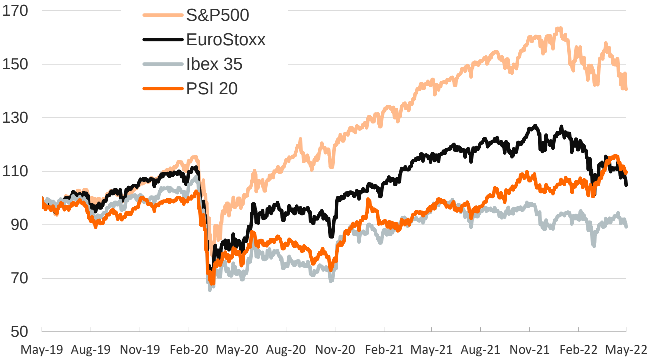
Stock Markets	5/6	5/5	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**2.95**	3.01	-1.9	-4.5	22.2	9.6
Ibex 35	**8322**	8435	-1.3	-3.1	-4.5	-8.1
PSI 20	**5816**	5790	0.5	-1.9	4.4	13.0
MIB	**23476**	23760	-1.2	-3.2	-14.2	-4.6
DAX	**13674**	13903	-1.6	-3.0	-13.9	-11.2
CAC 40	**6258**	6368	-1.7	-4.2	-12.5	-2.0
Eurostoxx50	**3629**	3697	-1.8	-4.6	-15.6	-10.0
FTSE 100	**7388**	7503	-1.5	-2.1	0.0	3.6
S&P 500	**4123**	4147	-0.6	-0.2	-13.5	-2.6
Nasdaq	**12145**	12318	-1.4	-1.5	-22.4	-11.7
Nikkei 225	**27004**	26819	0.7	0.6	-6.2	-8.0
MSCI Emerging Index	**1032**	1059	-2.6	-4.2	-16.3	-23.5
MSCI Emerging Asia	**550**	567	-3.1	-4.5	-17.5	-25.4
MSCI Emerging Latin America	**2238**	2256	-0.8	-3.3	5.1	-11.1
Shanghai	**3002**	3068	-2.2	-1.5	-17.5	-12.2
VIX Index	**30.19**	31.20	-3.2	-9.6	75.3	80.9

Currencies	5/6	5/5	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1.055**	1.054	0.1	0.1	-7.2	-13.3
EUR/GBP	**0.86**	0.85	0.3	2.0	1.7	-1.7
EUR/CHF	**1.04**	1.04	0.4	1.6	0.5	-4.8
USD/JPY	**130.56**	130.20	0.3	0.7	13.5	20.2
USD/CNY	**6.67**	6.66	0.2	0.9	4.9	3.6
USD/MXN	**20.13**	20.24	-0.6	-1.5	-2.0	1.1

Commodities	5/6	5/5	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**130.3**	132.4	-1.6	0.7	31.4	39.1
Brent (US$/barrel)	**112.4**	110.9	1.3	2.8	44.5	#¡VALOR!
Dutch TTF Natural Gas (EUR/MWh)	**101.7**	106.5	-4.5	2.3	44.6	#¡VALOR!
Gold (US$/ounce)	**1883.8**	1877.2	0.4	-0.7	3.0	2.9

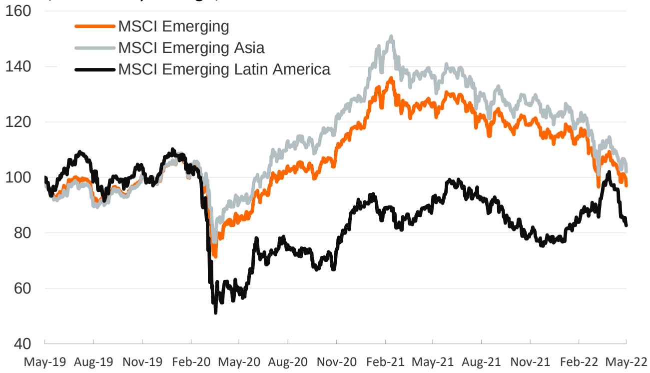
Main advanced stock markets

Index (100=Three years ago)



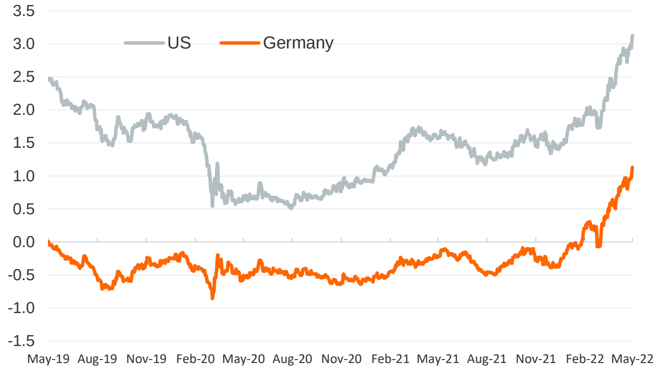
Emerging economies stock markets

Index (100=Three years ago)



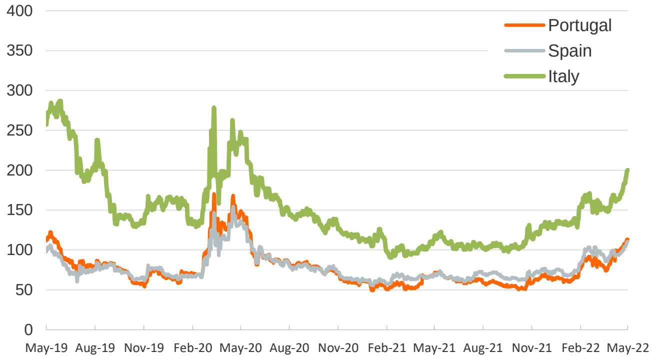
Yield on 10-year public debt: U.S. and Germany

(%)



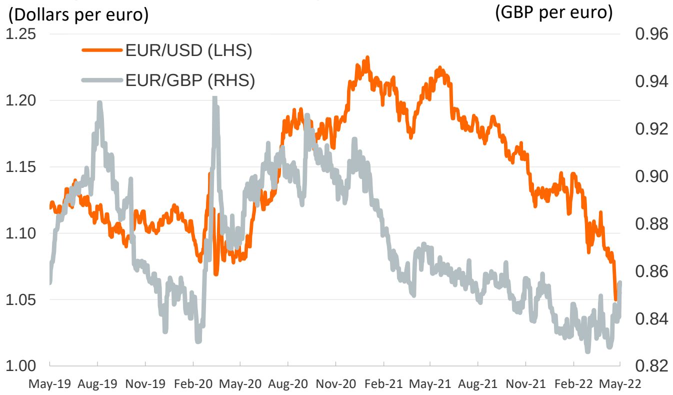
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)