- Inflation and monetary policy continued to center financial markets' stage in yesterday's session. Euro area HICP surprised again to the upside and reinforced the views of those in the ECB Governing Council pushing for a 50bp interest rate hike in July.
- Headline inflation rose in May by 0.7pp to an all-time high of 8.1% and core inflation increased from 3.5% to 3.8%. In the US, Fed Governor Christopher Waller pushed back expectations of a pause after summer in the Fed interest rate hikes and urged for 50bp hikes at every meeting until inflation is decisively curved.
- In this context, yields on sovereign bonds surged in both sides of the Atlantic and stock indices declined. In FX markets, the US dollar strengthened against most currencies and the euro fluctuated above $1.07.
- Today the focus will be on May's final manufacturing PMI figures.

Interest Rates (%)	5/31	5/30	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	0	-3
Swap €STR (10Y)	**1.55**	1.49	7	17	146	160
3 months (Euribor)	**-0.34**	-0.35	2	2	23	21
12 months (Euribor)	**0.39**	0.36	3	3	89	88
Germany - 2-Year Bond	**0.50**	0.45	5	12	112	116
Germany - 10-Year Bond	**1.12**	1.06	7	16	130	130
France - 10-Year Bond	**1.64**	1.56	7	14	144	146
Spain - 10-Year Bond	**2.23**	2.13	9	14	166	176
Portugal - 10-Year Bond	**2.26**	2.17	9	13	179	179
Italy - 10-Year Bond	**3.12**	2.99	12	14	195	222
Risk premium - Spain (10Y)	**110**	108	3	-2	36	46
Risk premium - Portugal (10Y)	**114**	111	2	-3	50	49
Risk premium - Italy (10Y)	**199**	194	5	-1	65	92
US						
Fed - Upper Bound	**1.00**	1.00	0	0	75	75
3 months (Libor)	**1.58**	1.58	0	5	137	145
12 months (Libor)	**2.70**	2.70	0	1	212	245
2-Year Bond	**2.56**	2.48	8	8	183	241
10-Year Bond	**2.84**	2.74	10	9	133	123

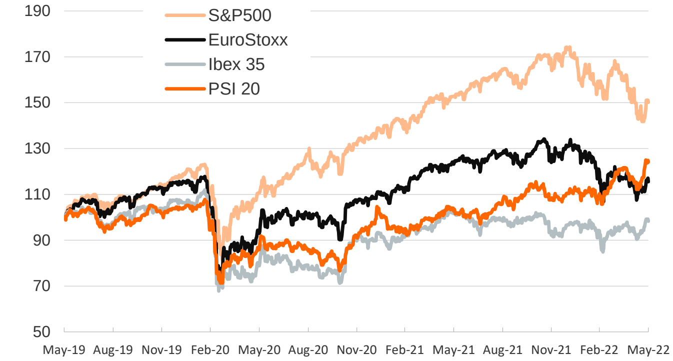
Stock Markets	5/31	5/30	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3.37**	3.40	-1.0	2.5	39.5	18.1
Ibex 35	**8852**	8931	-0.9	2.6	1.6	-3.7
PSI 20	**6258**	6295	-0.6	2.1	12.4	19.9
MIB	**24505**	24809	-1.2	2.6	-10.4	-3.2
DAX	**14388**	14576	-1.3	3.4	-9.4	-7.6
CAC 40	**6469**	6562	-1.4	3.4	-9.6	-0.3
Eurostoxx50	**3789**	3842	-1.4	3.9	-11.8	-6.9
FTSE 100	**7608**	7600	0.1	1.6	3.0	7.4
S&P 500	**4132**	4158	-0.6	4.8	-13.3	-1.7
Nasdaq	**12081**	12131	-0.4	7.3	-22.8	-12.0
Nikkei 225	**27280**	27369	-0.3	2.0	-5.3	-5.3
MSCI Emerging Index	**1078**	1065	1.2	6.0	-12.5	-22.5
MSCI Emerging Asia	**577**	568	1.5	6.5	-13.4	-24.1
MSCI Emerging Latin America	**2463**	2469	-0.3	2.8	15.7	-5.8
Shanghai	**3186**	3149	1.2	3.8	-12.5	-12.1
VIX Index	**26.19**	26.54	-1.3	-11.1	52.1	46.3

Currencies	5/31	5/30	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1.073**	1.078	-0.4	0.0	-5.6	-12.1
EUR/GBP	**0.85**	0.85	0.0	-0.6	1.2	-1.3
EUR/CHF	**1.03**	1.03	-0.2	-0.2	-0.8	-6.0
USD/JPY	**128.67**	127.59	0.8	1.5	11.8	17.5
USD/CNY	**6.67**	6.66	0.2	0.3	5.0	4.6
USD/MXN	**19.66**	19.54	0.6	-0.9	-4.2	-1.6

Commodities	5/31	5/30	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**131.3**	133.9	-1.9	-0.4	32.4	39.5
Brent (US$/barrel)	**122.8**	121.7	1.0	8.2	57.9	74.9
Dutch TTF Natural Gas (EUR/MWh)	**94.0**	88.0	6.8	11.2	33.6	261.9
Gold (US$/ounce)	**1837.4**	1855.2	-1.0	-1.6	0.4	-3.3

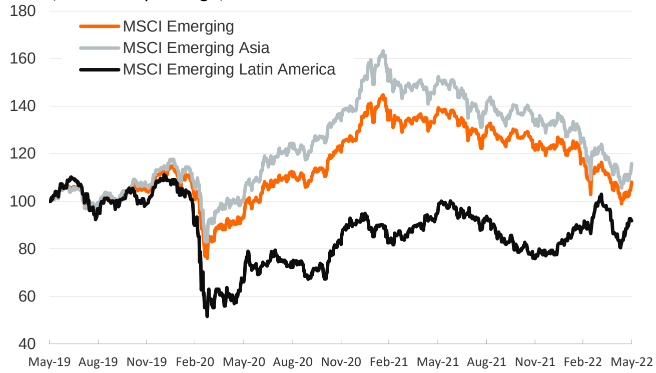
Main advanced stock markets

Index (100=Three years ago)



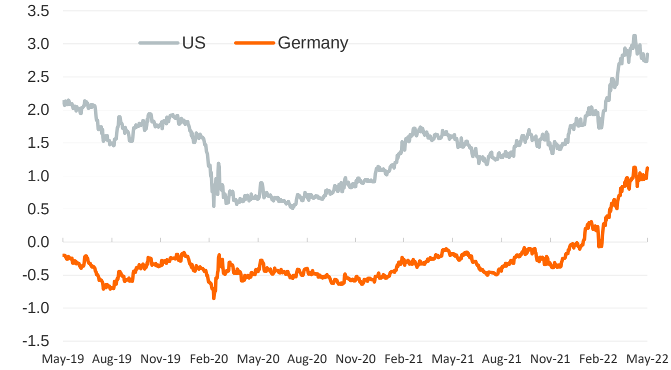
Emerging economies stock markets

Index (100=Three years ago)



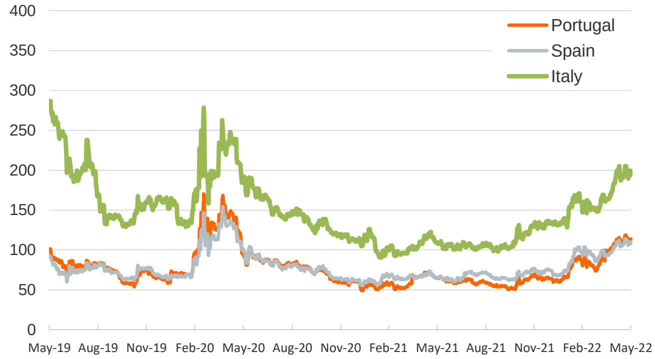
Yield on 10-year public debt: U.S. and Germany

(%)



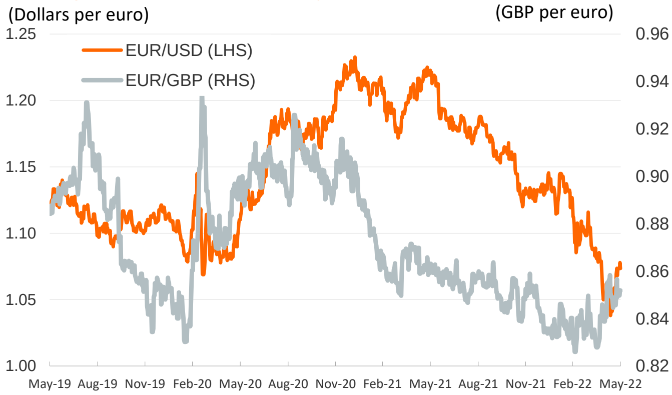
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)