BPI

Financial Markets

Daily Report 22-Jun-2022

- Risk appetite extended across markets on Tuesday, as investors weighted cheaper valuations against fears of a sharp slowdown in the global economy and a more aggressive withdrawal of monetary policy stimuli by central banks.
- After a long weekend, stocks rebounded sharply in the US, led by energy and consumer discretionary shares. Equity prices also continued to edge higher across Europe, erasing part of the declines of the previous week. In sovereign debt markets, spreads across the eurozone periphery narrowed, despite hawkish comments by some ECB officials.
- In commodity markets, gas prices in Europe picked up further, following the recent reductions in Russian supplies, with reports noting that governments are turning to alternative sources and urging consumers to cut demand.
- Today, Federal Reserve president Jerome Powell is due to testify before the Senate. Data released this morning showed CPI inflation rose to 9.1% y/y in May in the UK, a new 40-year high.

Interest Rates (%)	6/21	6/20	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	**-0,58**	-0,58	0	0	1	-2
Swap €STR (10Y)	**2,24**	2,22	1	-9	214	228
3 months (Euribor)	**-0,16**	-0,18	2	8	41	38
12 months (Euribor)	**1,12**	1,09	2	16	162	159
Germany - 2-Year Bond	**1,16**	1,15	0	-8	177	180
Germany - 10-Year Bond	**1,77**	1,75	2	1	195	194
France - 10-Year Bond	**2,33**	2,32	2	-6	214	216
Spain - 10-Year Bond	**2,85**	2,84	1	-26	229	239
Portugal - 10-Year Bond	**2,81**	2,81	1	-30	235	237
Italy - 10-Year Bond	**3,69**	3,70	-1	-48	252	279
Risk premium - Spain (10Y)	**108**	110	-1	-28	34	46
Risk premium - Portugal (10Y)	**104**	106	-1	-31	40	43
Risk premium - Italy (10Y)	**192**	195	-3	-50	57	86
US						
Fed - Upper Bound	**1,75**	1,75	0	75	150	150
3 months (Libor)	**2,12**	2,12	0	12	191	199
12 months (Libor)	**3,62**	3,62	0	4	304	337
2-Year Bond	**3,20**	3,18	2	-23	247	297
10-Year Bond	**3,27**	3,23	4	-20	176	181

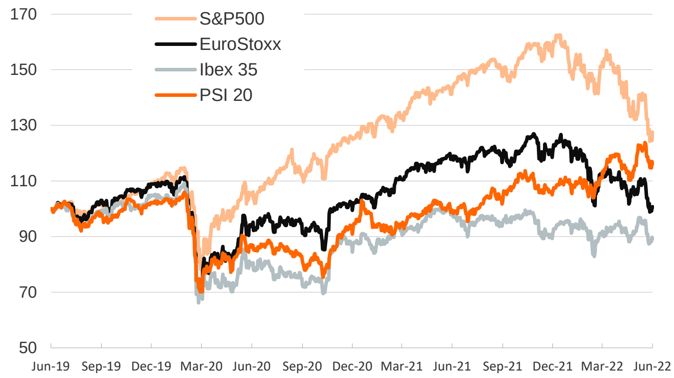
Stock Markets	6/21	6/20	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3,59**	3,53	1,5	11,4	48,5	37,1
Ibex 35	**8236**	8286	-0,6	2,1	-5,5	-9,0
PSI 20	**5953**	6000	-0,8	-0,6	6,9	17,3
MIB	**22089**	22004	0,4	1,1	-19,2	-12,7
DAX	**13292**	13266	0,2	-0,1	-16,3	-15,0
CAC 40	**5965**	5920	0,8	0,2	-16,6	-9,8
Eurostoxx50	**3494**	3470	0,7	0,5	-18,7	-15,3
FTSE 100	**7152**	7122	0,4	-0,5	-3,1	0,9
S&P 500	**3765**	3675	2,4	0,8	-21,0	-11,3
Nasdaq	**11069**	10798	2,5	2,2	-29,2	-22,3
Nikkei 225	**26246**	25771	1,8	-1,4	-8,8	-9,1
MSCI Emerging Index	**1017**	1000	1,7	-0,1	-17,5	-24,5
MSCI Emerging Asia	**553**	543	1,7	0,0	-17,0	-24,5
MSCI Emerging Latin America	**2103**	2097	0,3	-1,6	-1,2	-19,8
Shanghai	**3307**	3315	-0,3	0,5	-9,2	-7,0
VIX Index	**30,19**	31,03	-2,7	-7,6	75,3	81,2

Currencies	6/21	6/20	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,053**	1,051	0,2	1,1	-7,4	-11,8
EUR/GBP	**0,86**	0,86	0,0	-1,2	2,0	0,2
EUR/CHF	**1,02**	1,02	0,0	-2,5	-1,9	-7,2
USD/JPY	**136,57**	135,07	1,1	0,8	18,7	23,4
USD/CNY	**6,69**	6,69	0,0	-0,8	5,2	3,2
USD/MXN	**20,12**	20,26	-0,7	-2,3	-2,0	-1,1

Commodities	6/21	6/20	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**126,3**	126,8	-0,4	-2,1	27,4	38,0
Brent (US$/barrel)	**114,7**	114,1	0,5	-5,4	47,4	53,3
Dutch TTF Natural Gas (EUR/MWh)	**125,6**	120,6	4,1	29,4	78,5	308,5
Gold (US$/ounce)	**1833,0**	1838,7	-0,3	1,4	0,2	3,0

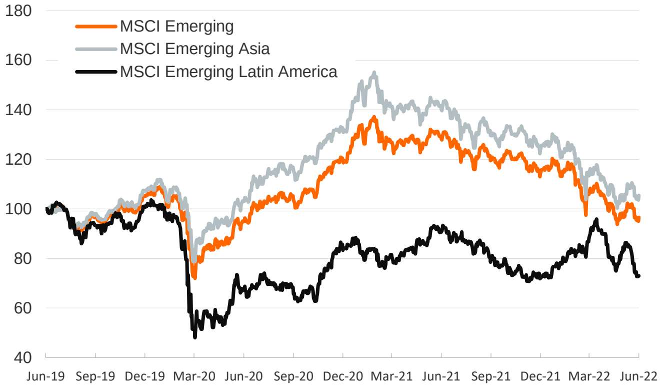
Main advanced stock markets

Index (100=Three years ago)



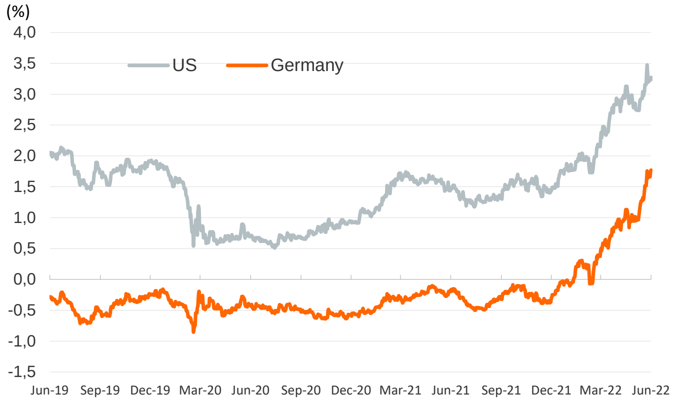
Emerging economies stock markets

Index (100=Three years ago)



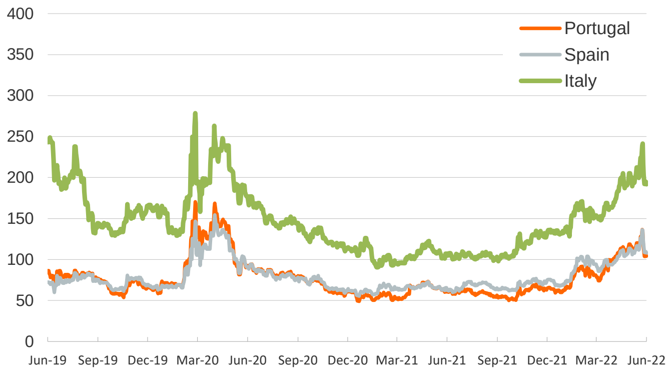
Yield on 10-year public debt: U.S. and Germany

(%)



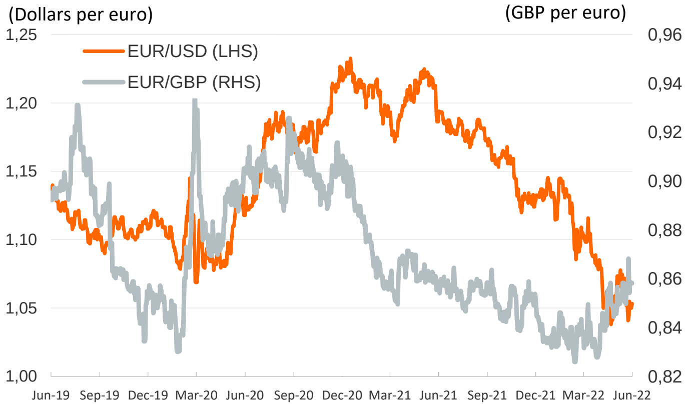
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)