BPI

Financial Markets

Daily Report 27-Jun-2022

- In the last session of the week, investors' sentiment improved amid optimistic comments by central banks' officials and a revision in US inflation expectations data by the University of Michigan.
- Fed official James Bullard said that concerns about a US recession are overblown while arguing that it is important to front load rate hikes to return inflation back to the 2% path. In the euro area, Christine Lagarde told at the Euro summit that the ECB will take the required steps to tame high inflation.
- In this context, stock indices rose across the board and sovereign yields edged up in both sides of the Atlantic. Euro area peripheral spreads widened and the euro strengthened modestly, trading above $1.05.
- This week the focus will be on June's inflation and May's unemployment rate for the euro area. Today, the ECB will hold its annual forum on Sintra, Portugal.

Interest Rates (%)	6/24	6/23	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	-1
Swap €STR (10Y)	**1.95**	1.94	1	-18	186	197
3 months (Euribor)	**-0.22**	-0.19	-3	-5	35	32
12 months (Euribor)	**0.98**	1.09	-11	-15	148	145
Germany - 2-Year Bond	**0.81**	0.81	0	-28	143	146
Germany - 10-Year Bond	**1.44**	1.43	1	-22	162	160
France - 10-Year Bond	**1.97**	1.97	0	-23	177	177
Spain - 10-Year Bond	**2.55**	2.52	4	-19	199	207
Portugal - 10-Year Bond	**2.52**	2.49	3	-18	206	206
Italy - 10-Year Bond	**3.44**	3.38	6	-15	227	252
Risk premium - Spain (10Y)	**111**	109	2	3	37	48
Risk premium - Portugal (10Y)	**108**	106	2	4	44	46
Risk premium - Italy (10Y)	**200**	195	5	7	65	92
US						
Fed - Upper Bound	**1.75**	1.75	0	0	150	150
3 months (Libor)	**2.23**	2.20	3	13	202	208
12 months (Libor)	**3.54**	3.53	1	-5	296	329
2-Year Bond	**3.06**	3.01	5	-12	233	279
10-Year Bond	**3.13**	3.09	4	-10	162	161

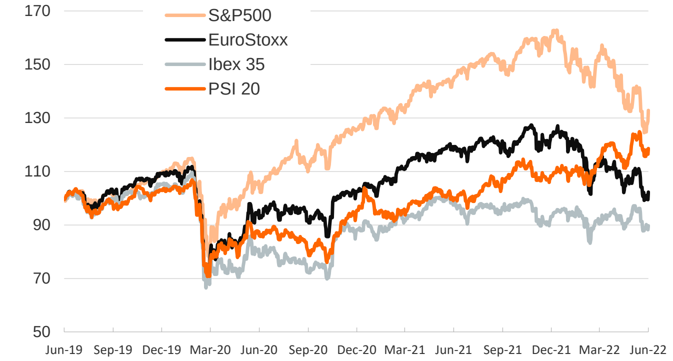
Stock Markets	6/24	6/23	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3.40**	3.36	1.0	-0.3	40.8	28.2
Ibex 35	**8244**	8106	1.7	1.2	-5.4	-9.4
PSI 20	**6030**	5922	1.8	2.5	8.3	18.5
MIB	**22119**	21615	2.3	1.5	-19.1	-13.3
DAX	**13118**	12913	1.6	-0.1	-17.4	-16.0
CAC 40	**6073**	5883	3.2	3.2	-15.1	-8.3
Eurostoxx50	**3533**	3436	2.8	2.8	-17.8	-14.3
FTSE 100	**7209**	7020	2.7	2.7	-2.4	1.0
S&P 500	**3912**	3796	3.1	6.4	-17.9	-8.6
Nasdaq	**11608**	11232	3.3	7.5	-25.8	-19.2
Nikkei 225	**26492**	26171	1.2	2.0	-8.0	-8.9
MSCI Emerging Index	**1011**	995	1.6	0.7	-17.9	-26.7
MSCI Emerging Asia	**552**	542	1.8	1.3	-17.1	-26.6
MSCI Emerging Latin America	**2051**	2041	0.5	-2.1	-3.7	-23.0
Shanghai	**3350**	3320	0.9	1.0	-8.0	-7.1
VIX Index	**27.23**	29.05	-6.3	-12.5	58.1	74.3

Currencies	6/24	6/23	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1.055**	1.052	0.3	0.5	-7.2	-11.6
EUR/GBP	**0.86**	0.86	0.2	0.2	2.2	0.0
EUR/CHF	**1.01**	1.01	0.0	-0.7	-2.5	-7.6
USD/JPY	**135.23**	134.95	0.2	0.2	17.5	22.1
USD/CNY	**6.69**	6.70	-0.1	-0.4	5.3	3.6
USD/MXN	**19.87**	20.02	-0.7	-2.3	-3.2	0.2

Commodities	6/24	6/23	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**121.3**	120.9	0.3	-4.3	22.3	31.2
Brent (US$/barrel)	**113.1**	110.1	2.8	0.0	45.4	80.9
Dutch TTF Natural Gas (EUR/MWh)	**128.5**	133.3	-3.6	9.1	82.7	295.5
Gold (US$/ounce)	**1826.9**	1822.8	0.2	-0.7	-0.1	2.6

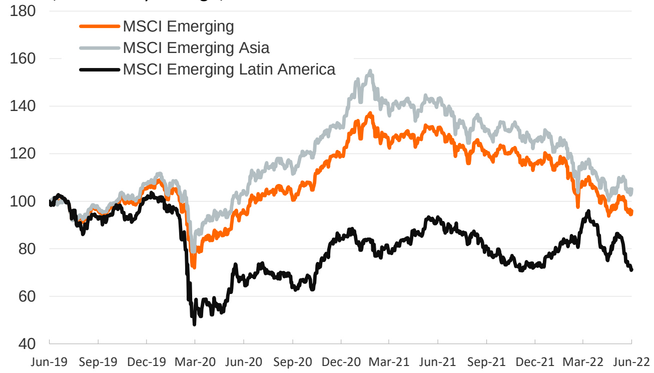
Main advanced stock markets

Index (100=Three years ago)



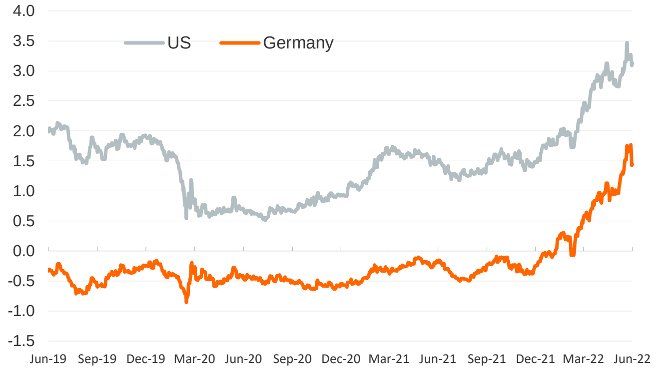
Emerging economies stock markets

Index (100=Three years ago)



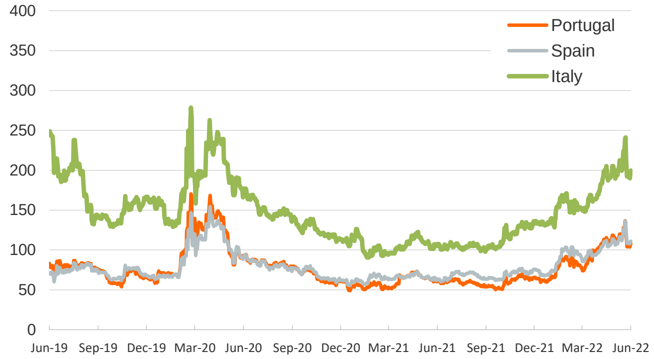
Yield on 10-year public debt: U.S. and Germany

(%)



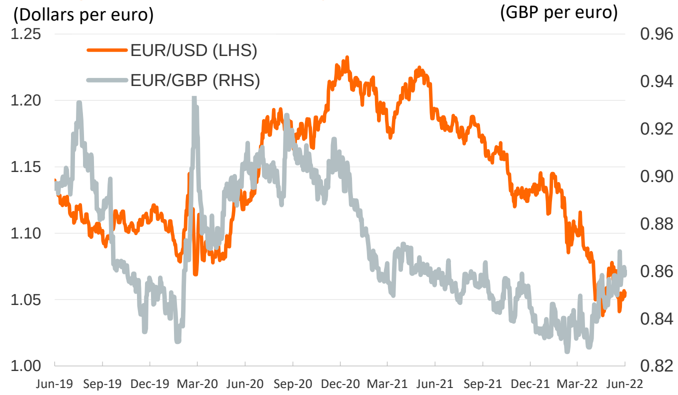
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)