- In yesterday's session, monetary policy took center stage again as US Federal Reserve comments pointed to a higher terminal interest rate than anticipated by financial markets. Investors priced in these comments and yields on sovereign bonds rose in the euro area and, especially, in the US.
- In particular, St. Louis Fed President James Bullard, known to be one of the hawkish members in the current hiking cycle, said that even with dovish assumptions official interest rates should reach at least 5%.
- As sovereign yields rose, stock indices declined modestly across the board and the US dollar strengthened against most advanced and emerging currencies (the euro fluctuated below $1.04).
- Yesterday we knew that the October HICP headline inflation for the euro area was revised 0.1pp downwards to 10.6%, still a historical maximum far away from the ECB target.

Interest Rates (%)	11/17	11/16	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
Eurozone						
ECB - Official Interest Rate (Refi)	**2.00**	2.00	0	0	200	200
€STR	**1.40**	1.40	0	0	199	197
Swap €STR (10Y)	**2.52**	2.45	7	-2	243	253
3 months (Euribor)	**1.80**	1.80	0	0	237	237
12 months (Euribor)	**2.83**	2.84	-1	-3	334	332
Germany - 2-Year Bond	**2.12**	2.10	3	4	274	287
Germany - 10-Year Bond	**2.02**	2.00	2	1	220	230
France - 10-Year Bond	**2.49**	2.48	2	0	230	242
Spain - 10-Year Bond	**3.03**	3.01	2	1	247	260
Portugal - 10-Year Bond	**2.96**	2.96	0	1	250	262
Italy - 10-Year Bond	**3.93**	3.93	0	-7	276	301
Risk premium - Spain (10Y)	**101**	101	0	0	27	30
Risk premium - Portugal (10Y)	**94**	97	-2	0	30	32
Risk premium - Italy (10Y)	**191**	193	-3	-8	56	71
US						
Fed - Upper Bound	**4.00**	4.00	0	0	375	375
3 months (Libor)	**4.67**	4.67	0	2	446	451
12 months (Libor)	**5.46**	5.46	0	-17	488	507
2-Year Bond	**4.45**	4.35	10	12	372	395
10-Year Bond	**3.77**	3.69	8	-4	226	218

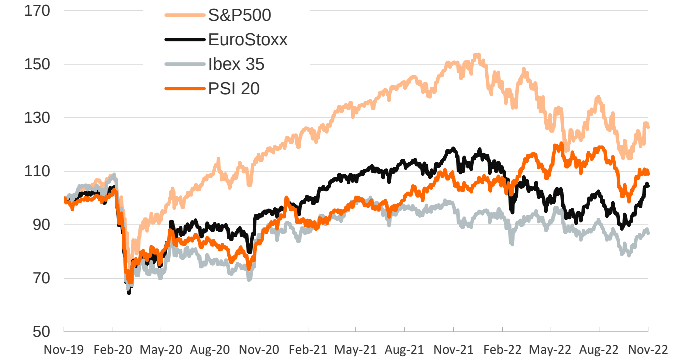
Stock Markets	11/17	11/16	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3.32**	3.28	1.2	4.1	37.5	34.5
Ibex 35	**8041**	8101	-0.7	-1.1	-7.7	-9.7
PSI 20	**5738**	5798	-1.0	-1.7	3.0	2.9
MIB	**24340**	24531	-0.8	-0.2	-11.0	-12.0
DAX	**14266**	14234	0.2	0.9	-10.2	-12.1
CAC 40	**6576**	6607	-0.5	0.3	-8.1	-7.9
Eurostoxx50	**3878**	3883	-0.1	0.8	-9.8	-11.5
FTSE 100	**7347**	7351	-0.1	-0.4	-0.5	1.2
S&P 500	**3947**	3959	-0.3	-0.2	-17.2	-16.1
Nasdaq	**11145**	11184	-0.3	0.3	-28.8	-30.3
Nikkei 225	**27931**	28028	-0.3	1.8	-3.0	-5.6
MSCI Emerging Index	**942**	954	-1.3	5.9	-23.5	-26.0
MSCI Emerging Asia	**502**	509	-1.2	8.2	-24.6	-27.3
MSCI Emerging Latin America	**2154**	2202	-2.2	-2.1	1.2	3.2
Shanghai	**3115**	3120	-0.1	2.6	-14.4	-11.5
VIX Index	**23.93**	24.11	-0.7	1.7	39.0	36.0

Currencies	11/17	11/16	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1.036**	1.040	-0.3	1.5	-8.9	-8.9
EUR/GBP	**0.87**	0.87	0.1	0.2	3.8	3.7
EUR/CHF	**0.99**	0.98	0.5	0.3	-4.9	-6.3
USD/JPY	**140.20**	139.50	0.5	-0.6	21.8	22.7
USD/CNY	**7.16**	7.10	0.8	-0.4	12.6	12.1
USD/MXN	**19.42**	19.34	0.4	0.5	-5.4	-6.5

Commodities	11/17	11/16	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**115.1**	116.8	-1.5	-0.8	16.1	12.3
Brent (US$/barrel)	**89.8**	92.9	-3.3	-4.2	15.4	10.5
Dutch TTF Natural Gas (EUR/MWh)	**112.6**	113.9	-1.2	-0.8	60.0	18.3
Gold (US$/ounce)	**1760.4**	1773.9	-0.8	0.3	-3.8	-5.3

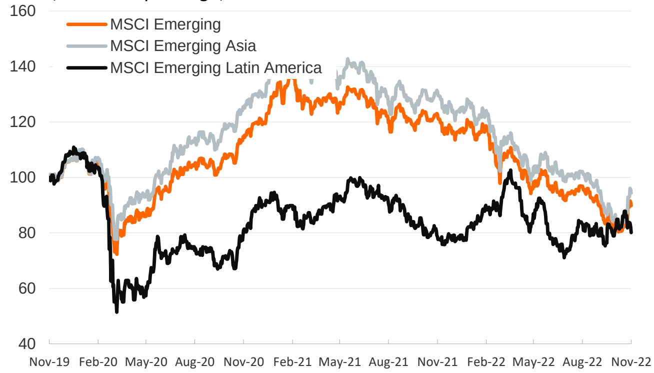
Main advanced stock markets

Index (100=Three years ago)



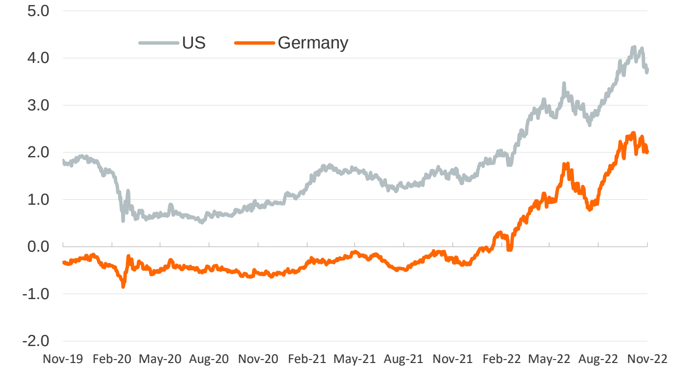
Emerging economies stock markets

Index (100=Three years ago)



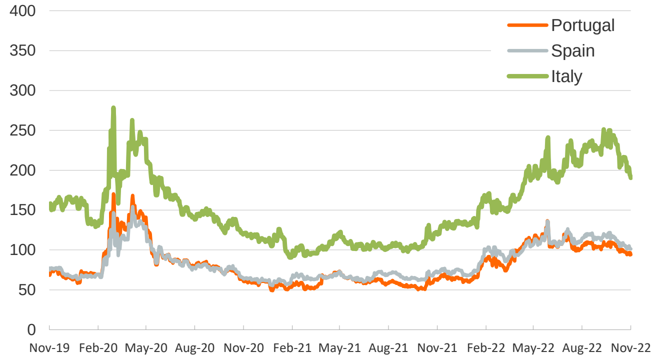
Yield on 10-year public debt: U.S. and Germany

(%)



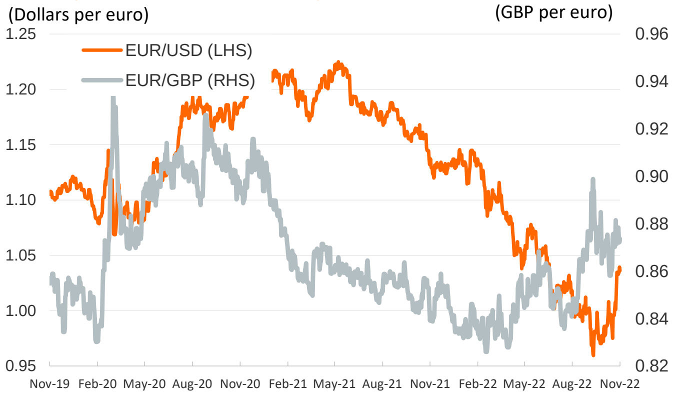
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)