- Negotiations to raise the US debt ceiling progressed over the course of Thursday, with both the Government and the opposition party suggesting talks were in a better place, though not finalised yet. Should a deal be reached soon, Parliament would have to approve it before June 1, the deadline stated by Treasury Secretary to run out of cash.
- US stocks were buoyed by these news and by the good performance of the tech sector. Earlier in Europe, equity indices were weighed down by Wednesday pessimistic news on the debt ceiling and a US credit downgrade, and by a downward revision of Germany's Q1 GDP, which confirmed the country entered a technical recession last quarter.
- Sovereign yields rose across the board and especially in the US, fueled by lower-than-expected unemployment claims and an upward revision to Q1 GDP. Money markets are now pricing in a 0.25 pp increase in the Fed's interest rates by July, despite Fed's Collins dovish remarks about the conveniency of a pause in the rate hiking cycle.

Interest Rates (%)	5/25	5/24	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
Eurozone						
ECB - Official Interest Rate (Refi)	**3,75**	3,75	0	0	125	375
€STR	**3,15**	3,15	0	0	126	374
Swap €STR (10Y)	**2,95**	2,91	4	7	1	148
3 months (Euribor)	**3,46**	3,42	4	7	133	381
12 months (Euribor)	**3,94**	3,93	1	9	65	358
Germany - 2-Year Bond	**2,90**	2,85	5	14	24	255
Germany - 10-Year Bond	**2,52**	2,47	5	8	8	152
France - 10-Year Bond	**3,10**	3,05	5	7	14	159
Spain - 10-Year Bond	**3,59**	3,54	6	8	7	153
Portugal - 10-Year Bond	**3,28**	3,24	4	3	-15	118
Italy - 10-Year Bond	**4,39**	4,33	6	9	-12	150
Risk premium - Spain (10Y)	**107**	106	1	0	-1	1
Risk premium - Portugal (10Y)	**76**	76	0	-4	-24	-35
Risk premium - Italy (10Y)	**187**	186	1	1	-20	-2
US						
Fed - Upper Bound	**5,25**	5,25	0	0	75	425
Fed Funds Rate Future (Dec.-23)	**5,01**	4,89	12	27	37	224
3 months (Libor)	**5,42**	5,42	0	4	65	385
12 months (Libor)	**5,53**	5,53	0	14	5	285
2-Year Bond	**4,53**	4,38	15	28	10	205
10-Year Bond	**3,82**	3,74	8	17	-5	107

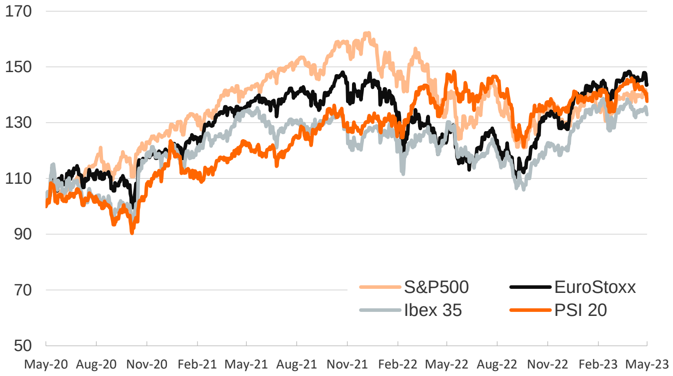
Stock Markets	5/25	5/24	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3,51**	3,48	0,8	2,8	-4,1	2,8
Ibex 35	**9116**	9164	-0,5	-1,1	9,6	2,6
PSI 20	**5889**	5956	-1,1	-2,8	2,8	-6,6
MIB	**26408**	26525	-0,4	-3,0	11,4	7,6
DAX	**15794**	15842	-0,3	-2,3	13,4	11,0
CAC 40	**7229**	7253	-0,3	-2,9	11,7	12,8
Eurostoxx50	**4270**	4264	0,1	-2,2	12,5	14,2
S&P 500	**4151**	4115	0,9	-1,1	8,1	2,3
Nasdaq	**12698**	12484	1,7	0,1	21,3	8,2
Nikkei 225	**30801**	30683	0,4	0,7	18,0	15,8
MSCI Emerging Index	**964**	971	-0,7	-1,4	0,8	-5,8
MSCI Emerging Asia	**519**	523	-0,7	-1,4	0,9	-4,5
MSCI Emerging Latin America	**2272**	2267	0,2	-1,7	6,7	-7,4
Shanghai	**3201**	3205	-0,1	-2,9	3,6	2,5
VIX Index	**19,14**	20,03	-4,4	19,3	-11,7	-30,4

Currencies	5/25	5/24	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,073**	1,075	-0,2	-0,4	0,2	0,0
EUR/GBP	**0,87**	0,87	0,1	0,3	-1,7	2,2
EUR/CHF	**0,97**	0,97	-0,2	-0,4	-1,8	-5,6
USD/JPY	**140,06**	139,47	0,4	1,0	6,8	10,2
USD/CNY	**7,08**	7,06	0,3	0,6	2,6	5,0

Commodities	5/25	5/24	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**99,3**	100,6	-1,3	-1,7	-12,0	-25,5
Brent (US$/barrel)	**76,3**	78,4	-2,7	0,5	-11,2	-35,0
TTF Natural Gas-1M Future (€/MWh)	**25,5**	27,8	-8,4	-14,5	-66,6	-70,4
TTF Natural Gas-Dec.-23 Future (€/MWh)	**47,1**	51,1	-7,7	-6,3	-44,1	-35,0
Gold (US$/ounce)	**1941,4**	1957,2	-0,8	-0,8	6,4	4,9

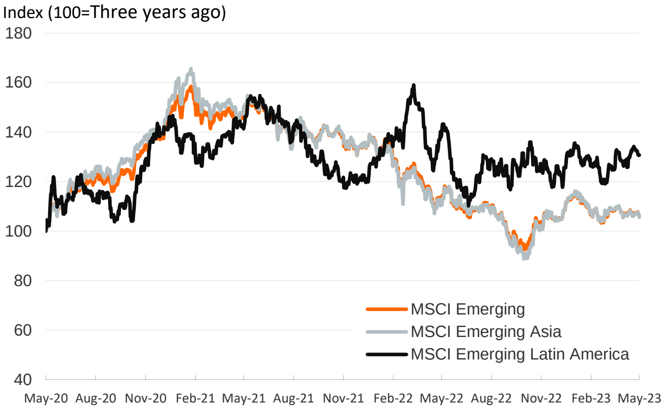
Main advanced stock markets

Index (100=Three years ago)



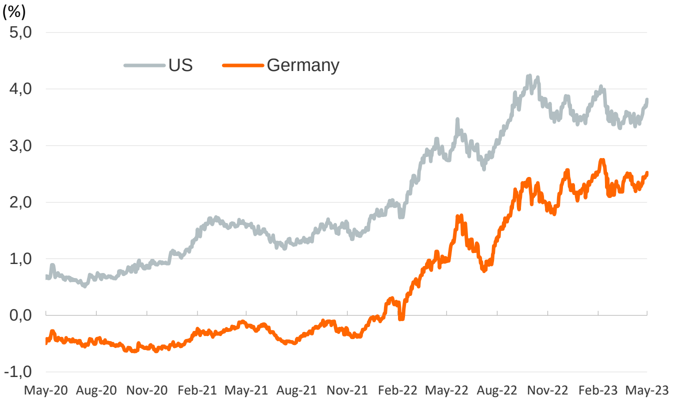
Emerging economies stock markets

Index (100=Three years ago)



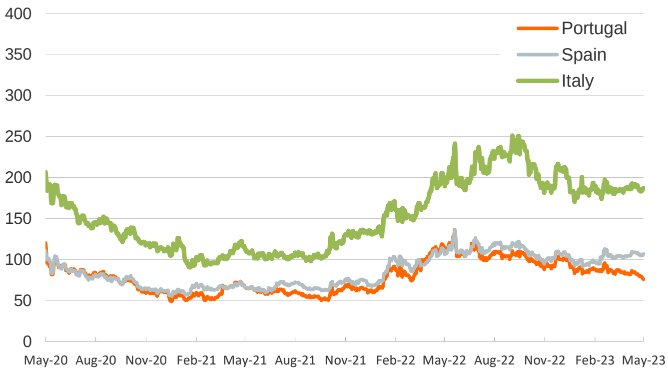
Yield on 10-year public debt: U.S. and Germany

(%)



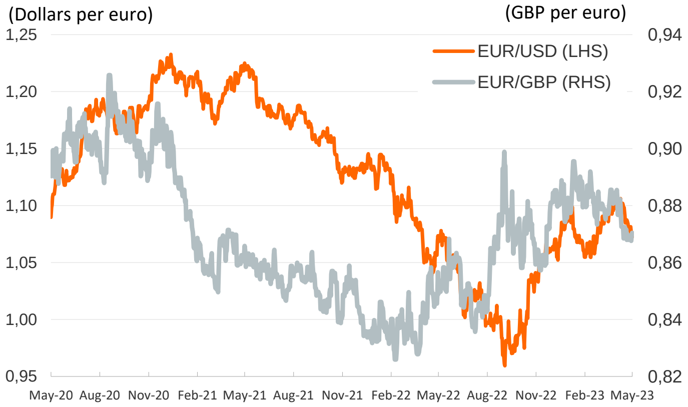
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)