BPI

Financial Markets

Daily Report 30-May-2023

- The first session of the week started with investors trading with a risk-on mode after a deal to raise the US debt ceiling between President Biden and House speaker McCarthy was reached. As the session advanced, however, optimism faded as traders looked forward to potential hurdles for passing the deal this week in the US Congress.
- In Spain, Prime Minister Pedro Sanchez announced that general elections will take place on July 23rd, following a weak performance of his PSOE party at the regional elections on Sunday.
- In this context, stock indices edged modestly down in most euro area and emerging markets (US and UK markets were closed due to a holiday) and yields on sovereign bonds decreased markedly.
- Today the focus will be on the release of the US Conference Board sentiment data and the European Commission confidence indicators. This morning, INE reported headline inflation in Spain eased from 4.1% y/y to 3.2% in May.

Interest Rates (%)	5/29	5/26	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	-1	0	126	373
Swap €STR (10Y)	**2,86**	2,95	-9	-2	-7	138
3 months (Euribor)	**3,48**	3,46	2	7	135	384
12 months (Euribor)	**3,98**	3,96	3	9	69	362
Germany - 2-Year Bond	**2,88**	2,94	-6	7	22	243
Germany - 10-Year Bond	**2,43**	2,54	-10	-2	0	138
France - 10-Year Bond	**3,00**	3,11	-11	-3	4	144
Spain - 10-Year Bond	**3,50**	3,61	-11	-1	-2	137
Portugal - 10-Year Bond	**3,17**	3,28	-11	-7	-27	100
Italy - 10-Year Bond	**4,28**	4,38	-11	-3	-23	128
Risk premium - Spain (10Y)	**106**	107	-1	1	-2	-1
Risk premium - Portugal (10Y)	**74**	74	0	-5	-26	-38
Risk premium - Italy (10Y)	**184**	185	0	-1	-23	-10
US						
Fed - Upper Bound	**5,25**	5,25	0	0	75	425
Fed Funds Rate Future (Dec.-23)	**5,07**	5,07	0	29	43	227
3 months (Libor)	**5,48**	5,48	0	11	71	390
12 months (Libor)	**5,66**	5,66	0	23	18	296
2-Year Bond	**4,56**	4,56	0	24	13	208
10-Year Bond	**3,80**	3,80	0	9	-7	106

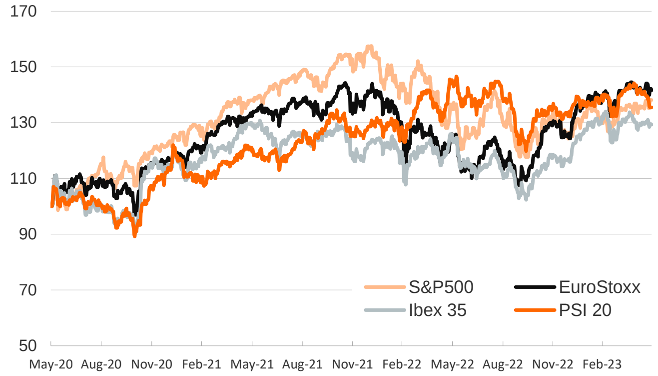
Stock Markets	5/29	5/26	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3,57**	3,56	0,1	2,6	-2,5	4,8
Ibex 35	**9180**	9191	-0,1	-1,3	10,4	2,8
PSI 20	**5871**	5866	0,1	-2,1	2,5	-6,7
MIB	**26617**	26713	-0,4	-2,5	12,3	7,3
DAX	**15953**	15984	-0,2	-1,7	14,6	9,4
CAC 40	**7304**	7319	-0,2	-2,3	12,8	11,3
Eurostoxx50	**4320**	4338	-0,4	-1,5	13,9	12,5
S&P 500	**4205**	4205	0,0	0,3	9,5	1,1
Nasdaq	**12976**	12976	0,0	2,0	24,0	7,0
Nikkei 225	**31234**	30916	1,0	0,5	19,7	14,1
MSCI Emerging Index	**972**	973	-0,1	-1,2	1,6	-8,8
MSCI Emerging Asia	**523**	524	-0,1	-1,2	1,8	-7,9
MSCI Emerging Latin America	**2293**	2291	0,1	0,5	7,7	-7,2
Shanghai	**3221**	3213	0,3	-2,3	4,3	2,3
VIX Index	**17,46**	17,95	-2,7	1,5	-19,4	-34,2

Currencies	5/29	5/26	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,071**	1,072	-0,1	-1,0	0,0	-0,7
EUR/GBP	**0,87**	0,87	-0,2	-0,3	-2,1	1,7
EUR/CHF	**0,97**	0,97	-0,2	-0,2	-2,1	-6,2
USD/JPY	**140,45**	140,60	-0,1	1,3	7,1	10,1
USD/CNY	**7,07**	7,06	0,1	0,6	2,5	6,2

Commodities	5/29	5/26	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**100,1**	100,1	0,0	-0,8	-11,3	-25,2
Brent (US$/barrel)	**77,1**	77,0	0,2	1,4	-10,3	-36,7
TTF Natural Gas-1M Future (€/MWh)	**24,6**	24,5	0,2	-17,3	-67,8	-72,1
TTF Natural Gas-Dec.-23 Future (€/MWh)	**44,2**	44,5	-0,6	-14,1	-47,5	-39,4
Gold (US$/ounce)	**1943,2**	1946,5	-0,2	-1,5	6,5	4,7

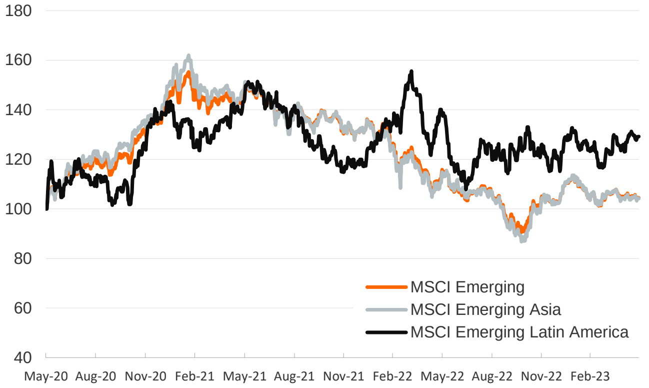
Main advanced stock markets

Index (100=Three years ago)



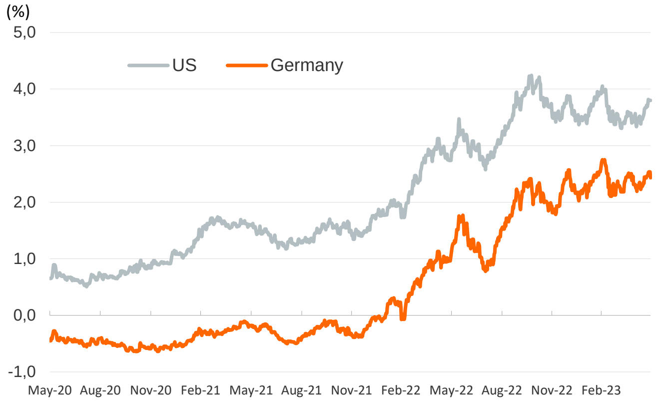
Emerging economies stock markets

Index (100=Three years ago)



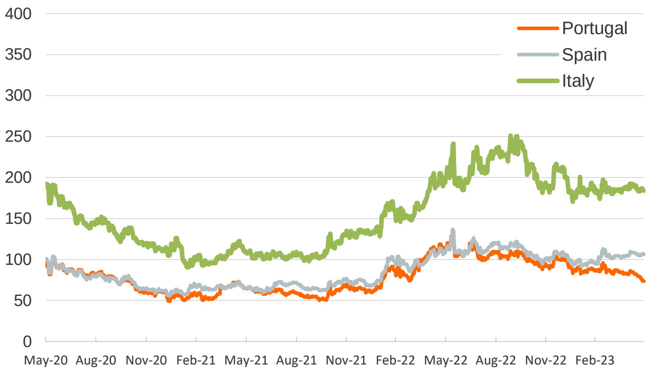
Yield on 10-year public debt: U.S. and Germany

(%)



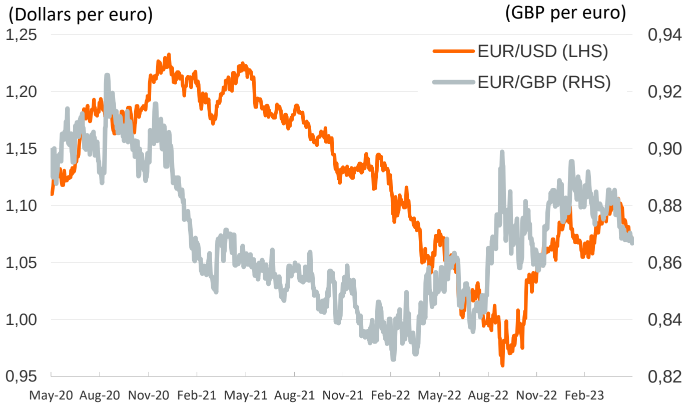
Risk Premium on 10-year debt: Italy, Spain and Portugal

(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro)



Exchange rate: emerging economies index

(Index (100=Three years ago)

Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)