BPI

Financial Markets

Daily Report 15-Sep-2023

- In yesterday's session, investors' attention focused on the ECB monetary policy meeting, where interest rates were hiked by 25bp to 4.0% (depo) and 4.5% (refi). More importantly, the ECB said that these levels, if maintained for a sufficiently long period, might not need to be raised further to return inflation back to 2%.
- This announcement pushed sovereign yields down in the euro area, particularly so in the periphery, and helped stock indices to register advances above 1%. In the US, somewhat better-than-expected economic and labor market data releases improved investors' sentiment and pushed US Treasuries yields and stock indices higher.
- Elsewhere, the euro weakened against most currencies and fluctuated below $1.07 while, in commodity markets, the price of the barrel of Brent crude rose towards $94 amid concerns over limited oil supply.
- Today the focus will be on the releases of US August industrial production and September U. of Michigan sentiment.

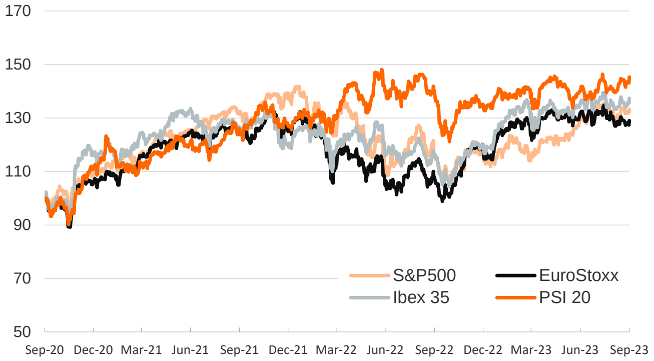
Interest Rates (%)	9/14	9/13	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
Eurozone						
ECB - Official Interest Rate (Refi)	**4,50**	4,25	25	25	200	325
€STR	**3,65**	3,65	0	0	176	299
Swap €STR (10Y)	**2,95**	3,01	-6	-2	2	71
3 months (Euribor)	**3,87**	3,85	2	7	174	285
12 months (Euribor)	**4,16**	4,11	5	8	87	200
Germany - 2-Year Bond	**3,17**	3,17	0	8	51	174
Germany - 10-Year Bond	**2,59**	2,65	-6	-2	16	88
France - 10-Year Bond	**3,12**	3,19	-7	-2	16	85
Spain - 10-Year Bond	**3,64**	3,72	-8	-1	12	78
Portugal - 10-Year Bond	**3,33**	3,41	-8	-2	-11	58
Italy - 10-Year Bond	**4,34**	4,44	-11	0	-17	35
Risk premium - Spain (10Y)	**105**	107	-2	1	-3	-10
Risk premium - Portugal (10Y)	**74**	76	-2	0	-26	-30
Risk premium - Italy (10Y)	**174**	179	-5	2	-33	-53
US						
Fed - Upper Bound	**5,50**	5,50	0	0	100	300
Fed Funds Rate Future (Dec.-23)	**5,44**	5,45	-2	-2	79	152
3 months (SOFR)	**5,41**	5,41	0	0	82	207
12 months (SOFR)	**5,44**	5,43	1	1	57	142
2-Year Bond	**5,01**	4,97	4	6	58	122
10-Year Bond	**4,29**	4,25	4	5	42	89

Stock Markets	9/14	9/13	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3,60**	3,54	1,6	2,2	-1,7	5,0
Ibex 35	**9549**	9424	1,3	2,6	14,8	18,5
PSI 20	**6227**	6133	1,5	2,7	8,8	4,2
MIB	**28873**	28482	1,4	2,5	21,8	28,8
DAX	**15805**	15654	1,0	0,6	13,5	21,3
CAC 40	**7309**	7223	1,2	1,6	12,9	17,5
Eurostoxx50	**4280**	4223	1,3	1,4	12,8	20,0
S&P 500	**4505**	4467	0,8	1,2	17,3	14,2
Nasdaq	**13926**	13814	0,8	1,3	33,1	18,8
Nikkei 225	**33168**	32707	1,4	0,5	27,1	19,2
MSCI Emerging Index	**982**	975	0,8	0,9	2,7	2,0
MSCI Emerging Asia	**526**	522	0,8	0,6	2,4	2,0
MSCI Emerging Latin America	**2400**	2369	1,3	3,8	12,8	10,5
Shanghai	**3127**	3123	0,1	0,1	1,2	-3,4
VIX Index	**12,82**	13,48	-4,9	-11,0	-40,8	-51,0

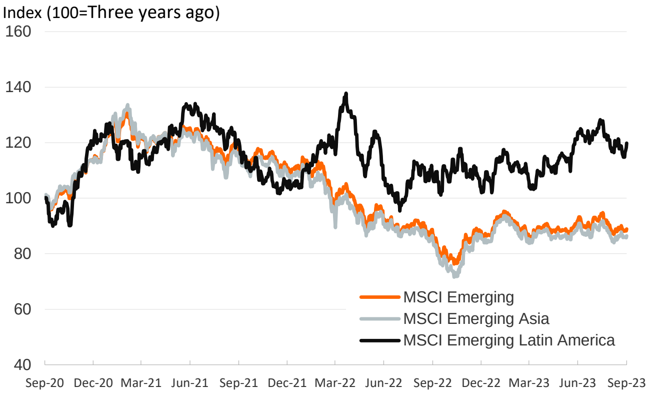
Currencies	9/14	9/13	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,064**	1,073	-0,8	-0,5	-0,6	6,6
EUR/GBP	**0,86**	0,86	-0,2	0,0	-3,1	-0,8
EUR/CHF	**0,95**	0,96	-0,6	-0,2	-3,7	-0,8
USD/JPY	**147,47**	147,46	0,0	0,1	12,5	3,1
USD/CNY	**7,28**	7,27	0,1	-0,7	5,5	4,6

Commodities	9/14	9/13	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**107,7**	107,0	0,7	1,6	-4,5	-11,3
Brent (US$/barrel)	**93,7**	91,9	2,0	4,2	9,1	-0,4
TTF Natural Gas-1M Future (€/MWh)	**35,5**	36,8	-3,5	8,4	-53,5	-83,7
TTF Natural Gas-Dec.-23 Future (€/MWh)	**50,0**	51,0	-2,1	1,6	-40,7	-72,6
Gold (US$/ounce)	**1910,8**	1908,1	0,1	-0,5	4,8	12,6

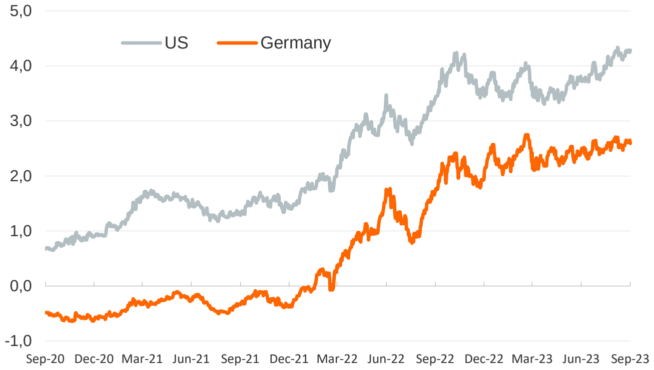
Main advanced stock markets
Index (100=Three years ago)



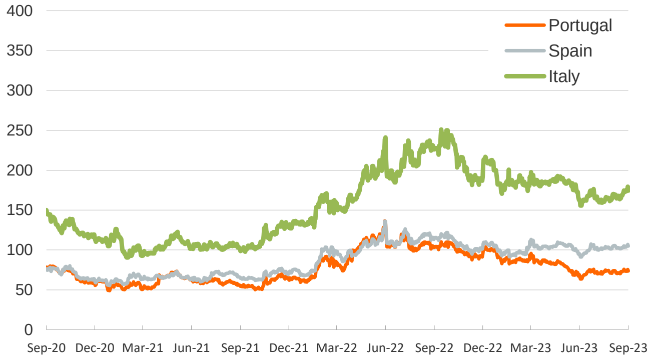
Emerging economies stock markets
Index (100=Three years ago)



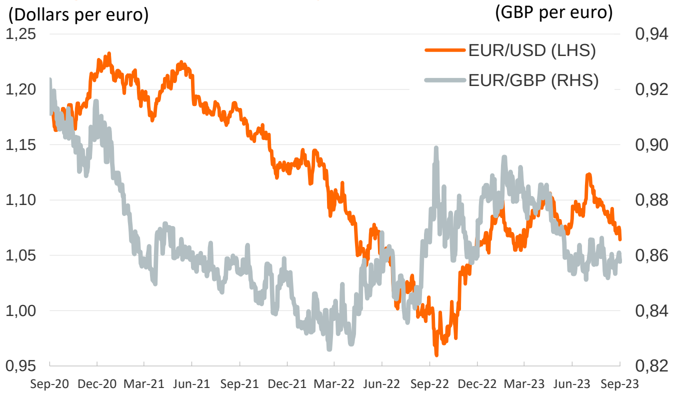
Yield on 10-year public debt: U.S. and Germany
(%)



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)