BPI

Financial Markets

Daily Report 18-Jul-2025

- Sentiment recovered during yesterday's session following a stronger-than-expected U.S. retail sales report for June (+0.6% mom vs. 0.1% expected, and up from -0.9% in May), highlighting the resilience of the U.S. economy. Global stock markets advanced and the S&P 500 hit a new all-time high.
- The strong sales report did not change overall market expectations of two interest rate cuts from the Fed for this year, although the first one has been almost fully pushed from September to October. US treasury yields were little changed during yesterday's session and the dollar edged higher.
- In the euro area, the European Commission presented the next Multiannual Financial Framework for 2028-2034. It is a €2 trillion budget (on average, 1.3% of the GDP per year), an increase from the €1.2 trillion for the 2021-2027 budget. Nonetheless, markets took little notice and sovereign yields ended the session flat.

Interest Rates (%)	7/17	7/16	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Depo)	**2,00**	2,00	0	0	-100	-175
€STR	**1,93**	1,92	0	0	-98	-174
Swap €STR (10Y)	**2,48**	2,49	0	-1	25	-5
3 months (Euribor)	**2,02**	2,02	0	2	-69	-165
12 months (Euribor)	**2,09**	2,09	0	0	-37	-142
Germany - 2-Year Bond	**1,86**	1,86	0	-3	-22	-91
Germany - 10-Year Bond	**2,68**	2,69	-1	-3	31	25
France - 10-Year Bond	**3,38**	3,38	0	-2	19	30
Spain - 10-Year Bond	**3,29**	3,30	-1	-3	23	9
Portugal - 10-Year Bond	**3,12**	3,12	-1	-2	27	10
Italy - 10-Year Bond	**3,53**	3,54	-1	-2	1	-18
Risk premium - France (10Y)	**71**	69	1	1	-12	5
Risk premium - Spain (10Y)	**62**	61	1	0	-8	-16
Risk premium - Portugal (10Y)	**44**	44	1	1	-4	-16
Risk premium - Italy (10Y)	**86**	85	0	1	-30	-44
US						
Fed - Lower Bound*	**4,25**	4,25	0	0	0	-100
Fed Funds Rate Future (Dec.-25)	**3,96**	3,93	3	10	4	8
3 months (SOFR)	**4,33**	4,33	0	1	2	-95
12 months (SOFR)	**4,01**	4,01	0	4	-17	-79
2-Year Bond	**3,90**	3,89	1	3	-34	-54
10-Year Bond	**4,45**	4,46	-1	10	-12	29

Stock Markets	7/17	7/16	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**7,41**	7,41	-0,1	-2,1	41,4	38,3
Ibex 35	**13995**	13886	0,8	-1,0	20,7	26,0
PSI 20	**7696**	7694	0,0	-0,7	20,7	13,7
MIB	**40129**	39763	0,9	-1,0	17,4	16,7
DAX	**24371**	24009	1,5	-0,4	22,4	32,2
CAC 40	**7822**	7722	1,3	-1,0	6,0	3,3
Eurostoxx50	**5377**	5298	1,5	-1,1	9,8	9,9
S&P 500	**6297**	6264	0,5	0,3	7,1	12,7
Nasdaq	**20886**	20730	0,7	1,2	8,2	16,1
Nikkei 225	**39901**	39663	0,6	0,6	0,0	-2,9
MSCI Emerging Index	**1241**	1240	0,1	0,8	15,4	11,7
MSCI Emerging Asia	**685**	685	0,0	1,0	14,8	12,6
MSCI Emerging Latin America	**2279**	2270	0,4	-0,5	23,0	-1,2
Shanghai	**3517**	3504	0,4	0,2	4,9	18,7
VIX Index	**16,52**	17,16	-3,7	4,7	-4,8	14,1

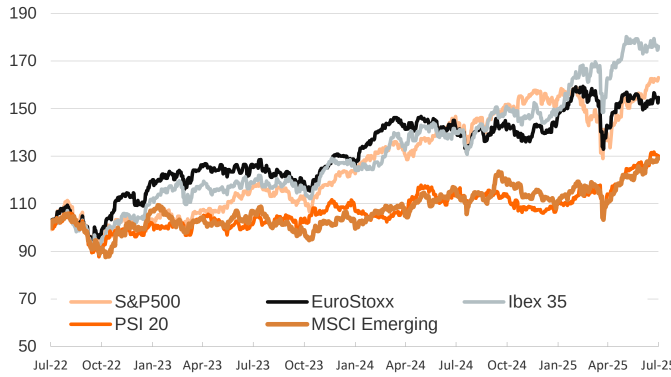
Currencies & Cryptocurrencies	7/17	7/16	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,160**	1,164	-0,4	-0,9	12,0	6,0
EUR/GBP	**0,86**	0,87	-0,3	0,3	4,5	2,8
EUR/CHF	**0,93**	0,93	0,1	0,0	-0,8	-3,5
USD/JPY	**148,58**	147,88	0,5	1,6	-5,5	-4,9
USD/CNY	**7,18**	7,18	0,0	0,0	-1,6	-1,1
BTC/USD	**119480,12**	119972,91	-0,4	5,2	27,5	85,2

Commodities	7/17	7/16	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**104,4**	104,0	0,4	1,3	5,8	5,3
Brent (US$/barrel)	**69,5**	68,5	1,5	1,3	-6,9	-18,3
TTF Natural Gas-1M Future (€/MWh)	**34,4**	34,8	-1,2	-2,2	-29,6	7,9
TTF Natural Gas-Dec.-25 Future (€/MWh)	**36,2**	36,6	-1,1	-2,5	-19,0	-4,6
Gold (US$/ounce)	**3339,0**	3347,1	-0,2	0,4	27,2	35,8

* To ensure the best comparability between USD and EUR policy rates, we are now displaying the lower bound of the Federal Funds Target Rate and the ECB'S Deposit Facility Rate, respectively

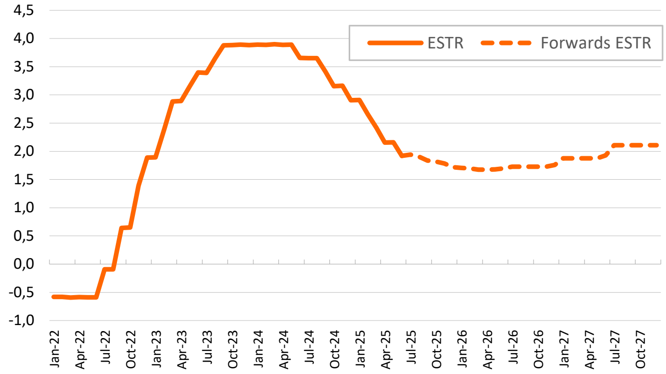
Main advanced stock markets

Index (100=Three years ago)



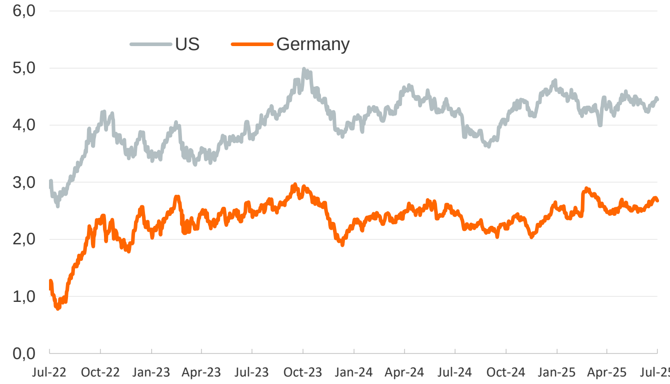
€STR: historical data and forwards

(%)



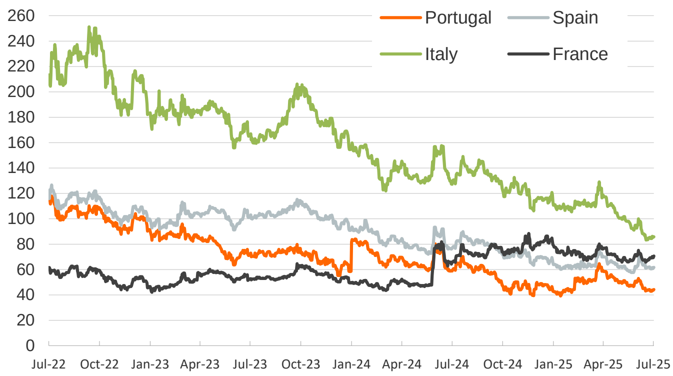
Yield on 10-year public debt: U.S. and Germany

(%)



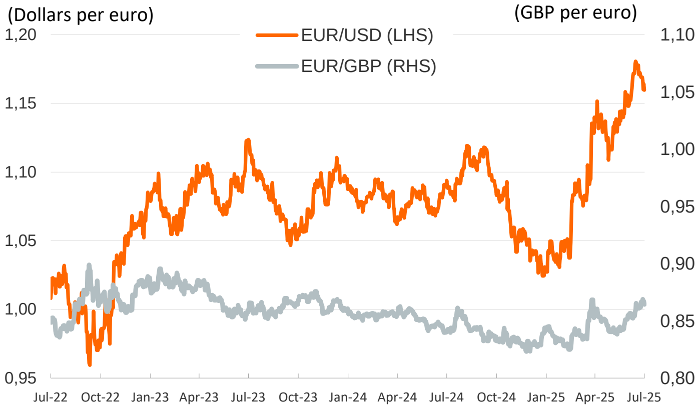
Risk Premium on 10-year debt: France, Italy, Spain and Portugal

(basis points)



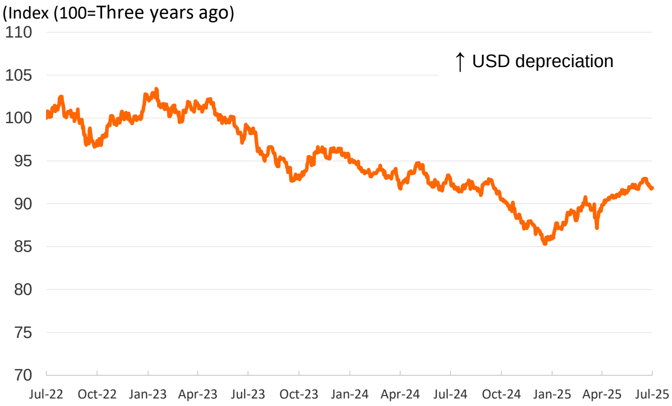
Exchange rate: Advanced-economy currencies

(Dollars per euro)



Exchange rate: emerging economies index

(Index (100=Three years ago)



Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)