

- ▶ On Friday, markets ended a turbulent August with modest stock market increases and sovereign yields fluctuating around year-lows. On Sunday, the latest round of U.S. tariffs on Chinese imports (15% on \$112bn-worth of goods) came into effect –as did retaliatory levies by China.
- ▶ U.S. data released on Friday showed strong consumer spending (real PCE spending: +0.4% mom) and mild inflationary pressures (core PCE inflation at 1.6%) in July. Yet, in August the University of Michigan's consumer sentiment index posted its largest monthly decline (-8.6 points to 89.8) since 2012.
- ▶ In emerging markets, S&P cut Argentina's credit rating to CCC- and, over the weekend, the government reintroduced currency controls to defend the peso.
- ▶ This week the focus will be on August soft indicators for the euro area and the U.S. August labor market report.

Interest Rates (%)	8/30	8/29	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
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Eurozone

ECB - Official Interest Rate (Refi)	0.00	0.00	0	0	0	0
Eonia	-0.36	-0.37	1	0	0	-2
Swap Eonia (10Y)	-0.49	-0.49	0	-6	-114	-116
3 months (Euribor)	-0.43	-0.43	-1	-2	-12	-11
12 months (Euribor)	-0.38	-0.38	-1	-3	-27	-22
Germany - 2-Year Bond	-0.93	-0.91	-2	-4	-32	-32
Germany - 10-Year Bond	-0.70	-0.69	-1	-2	-94	-103
France - 10-Year Bond	-0.41	-0.41	1	-3	-111	-109
Spain - 10-Year Bond	0.11	0.10	0	-3	-131	-137
Portugal - 10-Year Bond	0.13	0.13	0	-4	-160	-180
Italy - 10-Year Bond	1.00	0.98	1	-32	-174	-223
Risk premium - Spain (10Y)	81	80	1	-1	-37	-34
Risk premium - Portugal (10Y)	83	82	1	-1	-66	-77
Risk premium - Italy (10Y)	170	167	2	-29	-80	-121

US

Fed - Upper Bound	2.25	2.25	0	0	-25	25
3 months (Libor)	2.14	2.13	1	0	-67	-18
12 months (Libor)	1.97	1.96	1	-6	-104	-87
2-Year Bond	1.50	1.52	-2	-3	-99	-113
10-Year Bond	1.50	1.49	1	-4	-118	-136

Stock Markets	8/30	8/29	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
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CaixaBank	2.06	2.08	-0.9	1.6	-34.9	-46.6
Ibex 35	8813	8794	0.2	1.9	3.2	-6.2
PSI 20	4888	4814	1.5	2.0	3.3	-9.9
MIB	21323	21398	-0.4	4.1	16.4	5.2
DAX	11939	11839	0.8	2.8	13.1	-3.4
CAC 40	5480	5450	0.6	2.9	15.8	1.4
Eurostoxx50	3427	3411	0.5	2.8	14.2	1.0
FTSE 100	7207	7184	0.3	1.6	7.1	-3.0
S&P 500	2926	2925	0.1	2.8	16.7	0.9
Nasdaq	7963	7973	-0.1	2.7	20.0	-1.8
Nikkei 225	20704	20461	1.2	0.0	3.4	-9.5
MSCI Emerging Index	984	970	1.5	1.1	1.9	-6.8
MSCI Emerging Asia	496	489	1.4	1.0	2.2	-9.4
MSCI Emerging Latin America	2601	2555	1.8	2.7	1.4	5.6
Shanghai	2886	2891	-0.2	-0.4	15.7	5.9
VIX Index	18.98	17.88	6.2	-4.5	-25.3	47.6

Currencies	8/30	8/29	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
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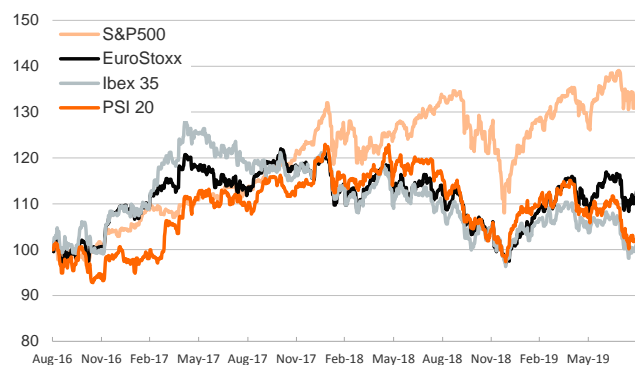
EUR/USD	1.098	1.106	-0.7	-1.5	-4.2	-5.3
EUR/GBP	0.90	0.91	-0.4	-0.6	0.6	1.0
EUR/CHF	1.09	1.09	-0.2	0.2	-3.3	-3.2
USD/JPY	106.28	106.52	-0.2	0.8	-3.1	-4.3
USD/CNY	7.16	7.14	0.2	0.9	4.0	4.8
USD/MXN	20.06	20.14	-0.4	0.7	2.1	5.1

Commodities	8/30	8/29	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
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Global Commodities Index	77.0	77.5	-0.6	1.2	0.4	-8.0
Brent (US\$/barrel)	60.4	61.1	-1.1	1.8	12.3	-21.9
Gold (US\$/ounce)	1520.3	1527.7	-0.5	-0.4	18.5	26.5
Metal Index	194.1	192.0	1.1	2.7	5.7	-1.9
Agricultural Index	233.9	234.6	-0.3	-0.1	-4.8	-4.5

Main advanced stock markets

Index (100=Three years ago)



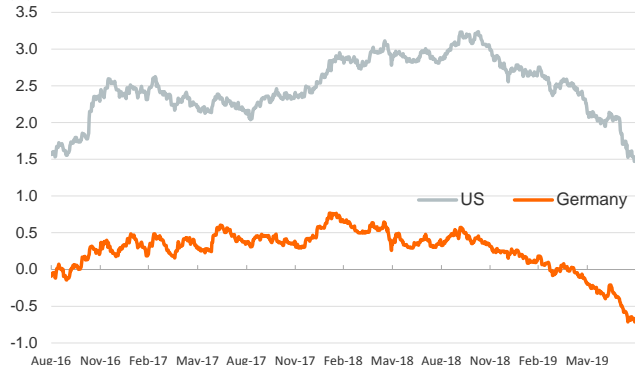
Emerging economies stock markets

Index (100=Three years ago)



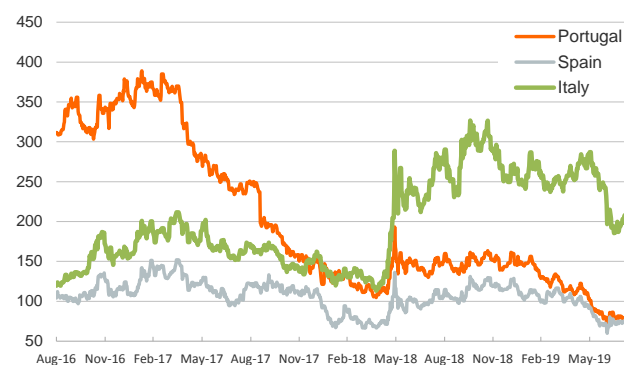
Yield on 10-year public debt: U.S. and Germany

(%)



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

(basis points)



Exchange rate: EUR/USD

(Dollars per euro)



Exchange rate: emerging economies index

Index (100=Three years ago)



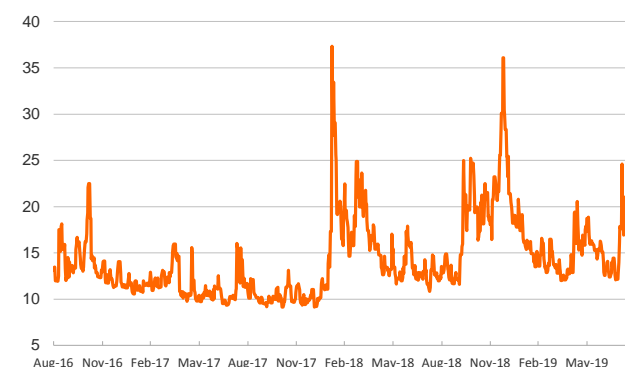
Brent oil price

(US\$/barrel)



Implied volatility on US stock markets

VIX Index



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