

- ▶ Markets started the week on a positive note as recovering activity indicators for May offset concerns over renewed U.S.-China tensions. Stocks gained across the board and improved sentiment eased safe-haven pressures on the USD.
- ▶ In fixed-income markets, U.S. and German sovereign yields nudged up and euro area peripheral spreads continued to narrow ahead of this week's ECB monetary policy meeting.
- ▶ In oil markets, the price of the barrel of Brent rose above \$38 amid reports that OPEC countries and Russia could agree to extend current output cuts for a few months (rather than starting to ease them in July, as previously agreed).
- ▶ On the data front, final euro area manufacturing PMIs confirmed their slight improvement in May (39.4 points, up from 33.4 in April) but still remain in the contractionary region (below 50). Spain's index rose to 38.3 points (30.8 in April) while Italy's jumped to 45.4 (31.1 in April). In the U.S., the ISM manufacturing nudged up to 43.1 points in May.

Interest Rates (%)	6/1	5/29	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
--------------------	-----	------	--------------------------------	---------------------------------	-----------------------	------------------------------

Eurozone

ECB - Official Interest Rate (Refi)	0.00	0.00	0	0	0	0
Eonia	-0.46	-0.46	0	0	-1	-10
Swap Eonia (10Y)	-0.28	-0.31	3	4	-31	-44
3 months (Euribor)	-0.33	-0.31	-2	-5	6	0
12 months (Euribor)	-0.10	-0.09	-2	-2	15	7
Germany - 2-Year Bond	-0.65	-0.66	1	3	-5	1
Germany - 10-Year Bond	-0.40	-0.45	5	9	-22	-20
France - 10-Year Bond	-0.03	-0.08	5	2	-15	-24
Spain - 10-Year Bond	0.58	0.56	1	-4	11	-14
Portugal - 10-Year Bond	0.51	0.50	1	-19	7	-30
Italy - 10-Year Bond	1.49	1.47	1	-9	8	-118
Risk premium - Spain (10Y)	98	101	-3	-13	33	6
Risk premium - Portugal (10Y)	92	95	-4	-29	29	-10
Risk premium - Italy (10Y)	189	192	-3	-18	29	-98

US

Fed - Upper Bound	0.25	0.25	0	0	-150	-225
3 months (Libor)	0.34	0.34	0	-3	-157	-216
12 months (Libor)	0.67	0.67	0	-1	-133	-184
2-Year Bond	0.16	0.16	0	-1	-141	-176
10-Year Bond	0.66	0.65	1	0	-126	-146

Stock Markets	6/1	5/29	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
---------------	-----	------	------------------	-------------------	---------	----------------

CaixaBank	1.74	1.68	3.7	9.5	-37.8	-36.9
Ibex 35	7221	7097	1.8	5.3	-24.4	-19.8
PSI 20	4426	4331	2.2	3.5	-15.1	-12.3
MIB	18524	18198	1.8	5.3	-21.2	-6.5
DAX	11587	11587	0.0	1.7	-12.5	-1.2
CAC 40	4763	4695	1.4	4.9	-20.3	-8.5
Eurostoxx50	3078	3050	0.9	3.6	-17.8	-6.2
FTSE 100	6166	6077	1.5	2.9	-18.2	-13.9
S&P 500	3056	3044	0.4	3.4	-5.4	11.0
Nasdaq	9552	9490	0.7	2.4	6.5	28.2
Nikkei 225	22062	21878	0.8	6.4	-6.7	7.1
MSCI Emerging Index	951	930	2.3	4.4	-14.6	-4.7
MSCI Emerging Asia	513	502	2.2	4.5	-9.3	3.0
MSCI Emerging Latin America	1821	1775	2.6	4.9	-37.6	-32.1
Shanghai	2915	2852	2.2	3.5	-4.4	0.6
VIX Index	28.23	27.51	2.6	0.2	104.9	50.9

Currencies	6/1	5/29	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
------------	-----	------	------------------	-------------------	---------	----------------

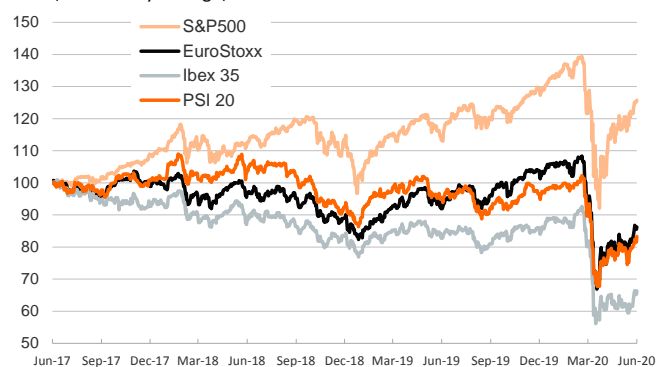
EUR/USD	1.114	1.110	0.3	2.2	-0.7	-0.3
EUR/GBP	0.89	0.90	-0.9	-0.3	5.4	0.8
EUR/CHF	1.07	1.07	0.2	1.0	-1.4	-4.3
USD/JPY	107.59	107.83	-0.2	-0.1	-0.9	-0.6
USD/CNY	7.13	7.14	-0.1	-0.1	2.4	3.2
USD/MXN	22.03	22.18	-0.7	-2.3	16.4	12.3

Commodities	6/1	5/29	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
-------------	-----	------	------------------	-------------------	---------	----------------

Global Commodities Index	63.5	63.5	0.0	1.2	-21.5	-18.3
Brent (US\$/barrel)	38.3	35.3	8.5	7.9	-41.9	-40.6
Gold (US\$/ounce)	1739.6	1730.3	0.5	0.4	14.6	33.2
Metal Index	169.3	167.3	1.2	2.7	-12.5	-9.5
Agricultural Index	229.3	228.9	0.2	0.9	-14.2	-9.0

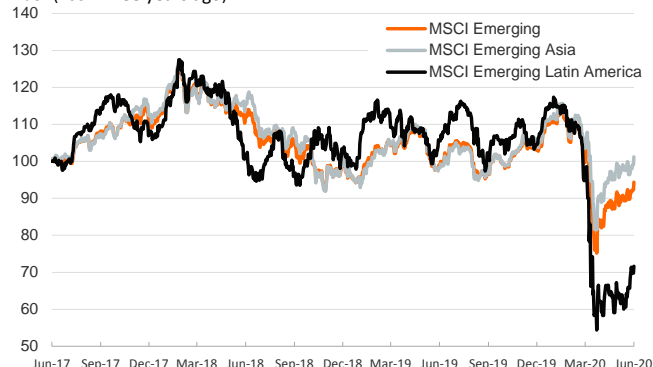
Main advanced stock markets

Index (100=Three years ago)



Emerging economies stock markets

Index (100=Three years ago)



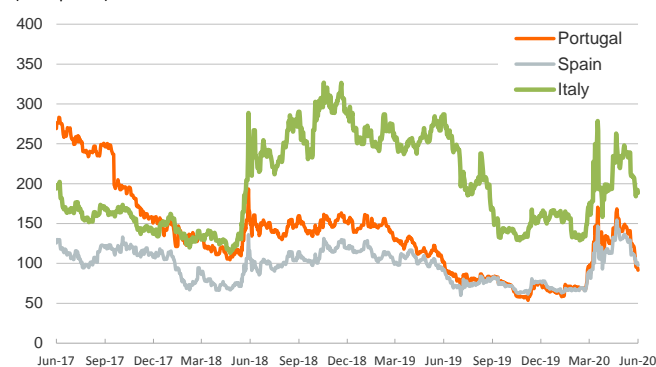
Yield on 10-year public debt: U.S. and Germany

(%)



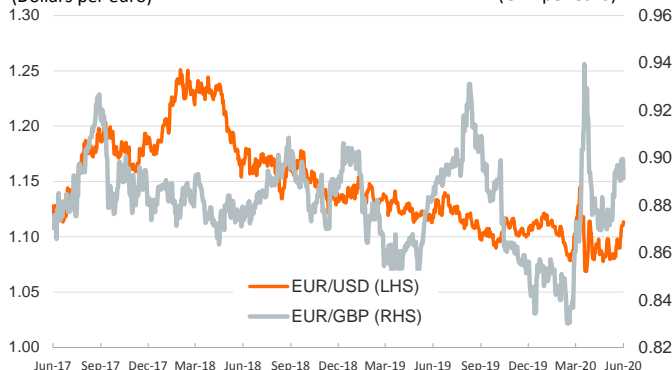
Risk Premium on 10-year debt: Italy, Spain and Portugal

(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro)



Exchange rate: emerging economies index

Index (100=Three years ago)



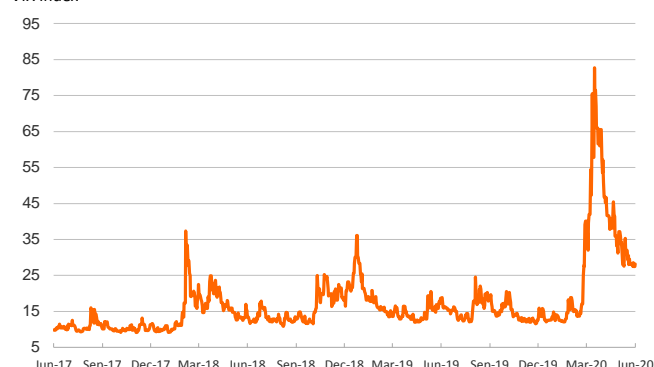
Brent oil price

(US\$/barrel)



Implied volatility on US stock markets

VIX Index



Notice regarding publication of the Banco BPI "Daily Report".

Daily Report – Financial Markets is a publication of Banco BPI prepared by its Research and Economic Analysis Department that contains information and opinions that come from sources considered reliable, but Banco BPI does not guarantee the accuracy of the same and is not responsible for errors or omissions contained therein. This document has a purely informative purpose, for which reason Banco BPI is not responsible in any case for the use made of it. Opinions and estimates are specific to the area and may be subject to change without notice.