BPI

Financial Markets

Daily Report 29-Jul-2022

- Investors continued to readjust their expectations about the future pace of monetary policy tightening, after data showed real GDP fell by 0.2% q/q in the US in Q2, the second consecutive quarterly decline.
- In addition, the economic sentiment indicator in the eurozone dropped in July to 99.0, the lowest level since early 2021, while HICP inflation in Germany surprised to the upside (8.5% y/y in July after 8.2% in June). Today, both the flash Q2 GDP and July's HICP inflation will be released for the eurozone.
- In this context, sovereign bond yields continued to edge down, more notably in the short end of the curve. Equity prices rose strongly, except in the banking sector. In commodity markets, European natural gas prices stabilized around 200 EUR/MWh while oil prices continued to increase, nearing the 110 USD/barrel for the Brent.
- The next publication of the Financial Markets Daily Report will be on August 29.

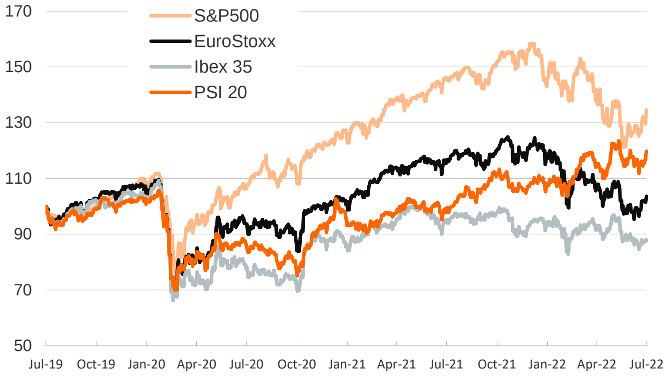
Interest Rates (%)	7/28	7/27	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
Eurozone						
ECB - Official Interest Rate (Refi)	**0,50**	0,00	50	50	50	50
€STR	**-0,09**	-0,09	0	50	50	48
Swap €STR (10Y)	**1,37**	1,46	-9	-36	128	159
3 months (Euribor)	**0,27**	0,24	3	12	84	81
12 months (Euribor)	**1,04**	1,01	3	-10	155	155
Germany - 2-Year Bond	**0,25**	0,44	-20	-43	87	101
Germany - 10-Year Bond	**0,83**	0,95	-12	-40	100	128
France - 10-Year Bond	**1,40**	1,53	-13	-42	120	149
Spain - 10-Year Bond	**1,99**	2,14	-15	-50	143	172
Portugal - 10-Year Bond	**1,92**	2,07	-15	-49	145	174
Italy - 10-Year Bond	**3,17**	3,32	-15	-37	200	254
Risk premium - Spain (10Y)	**116**	119	-3	-10	42	44
Risk premium - Portugal (10Y)	**109**	112	-3	-9	45	46
Risk premium - Italy (10Y)	**234**	237	-3	3	99	127
US						
Fed - Upper Bound	**2,50**	2,50	0	75	225	225
3 months (Libor)	**2,81**	2,81	0	3	260	268
12 months (Libor)	**3,81**	3,81	0	-11	323	357
2-Year Bond	**2,86**	3,00	-14	-23	213	266
10-Year Bond	**2,68**	2,78	-10	-19	117	141

Stock Markets	7/28	7/27	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**2,91**	2,98	-2,5	-0,6	20,5	11,4
Ibex 35	**8085**	8124	-0,5	0,9	-7,2	-8,0
PSI 20	**6161**	6117	0,7	4,7	10,6	20,3
MIB	**21932**	21481	2,1	3,5	-19,8	-14,0
DAX	**13282**	13166	0,9	0,3	-16,4	-15,1
CAC 40	**6339**	6258	1,3	2,2	-11,4	-4,4
Eurostoxx50	**3652**	3608	1,2	1,5	-15,0	-11,3
FTSE 100	**7345**	7348	0,0	1,0	-0,5	3,8
S&P 500	**4072**	4024	1,2	1,8	-14,6	-7,8
Nasdaq	**12163**	12032	1,1	0,9	-22,3	-17,7
Nikkei 225	**27815**	27716	0,4	0,0	-3,4	0,1
MSCI Emerging Index	**998**	990	0,8	0,7	-19,0	-23,0
MSCI Emerging Asia	**539**	536	0,6	0,0	-19,1	-22,6
MSCI Emerging Latin America	**2109**	2048	3,0	6,8	-1,0	-19,3
Shanghai	**3283**	3276	0,2	0,3	-9,8	-3,8
VIX Index	**22,33**	23,24	-3,9	-3,4	29,7	26,2

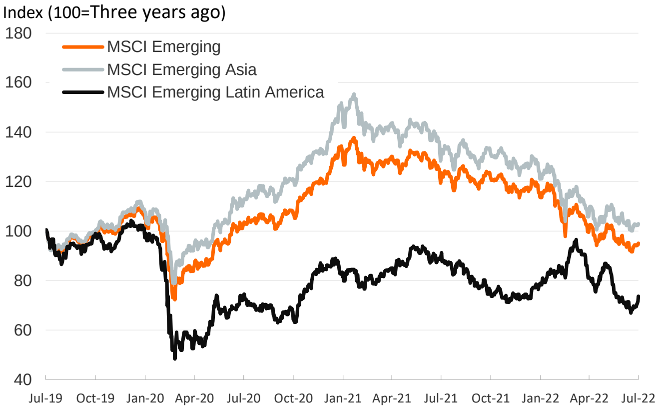
Currencies	7/28	7/27	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,020**	1,020	0,0	-0,3	-10,3	-14,2
EUR/GBP	**0,84**	0,84	-0,2	-1,8	-0,5	-1,7
EUR/CHF	**0,97**	0,98	-0,6	-1,6	-6,2	-9,6
USD/JPY	**134,27**	136,57	-1,7	-2,2	16,7	22,6
USD/CNY	**6,75**	6,76	-0,2	-0,3	6,2	4,5
USD/MXN	**20,28**	20,41	-0,6	-1,7	-1,2	2,2

Commodities	7/28	7/27	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**120,3**	119,9	0,3	3,8	21,3	23,4
Brent (US$/barrel)	**107,1**	106,6	0,5	3,2	37,7	40,9
Dutch TTF Natural Gas (EUR/MWh)	**198,9**	205,2	-3,1	27,8	182,8	383,4
Gold (US$/ounce)	**1755,8**	1734,2	1,2	2,2	-4,0	-4,0

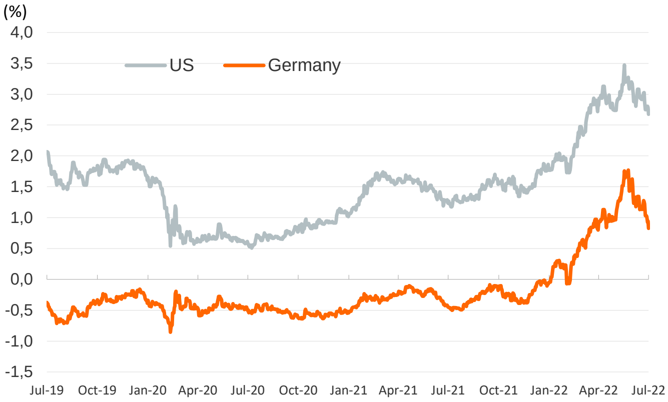
Main advanced stock markets
Index (100=Three years ago)



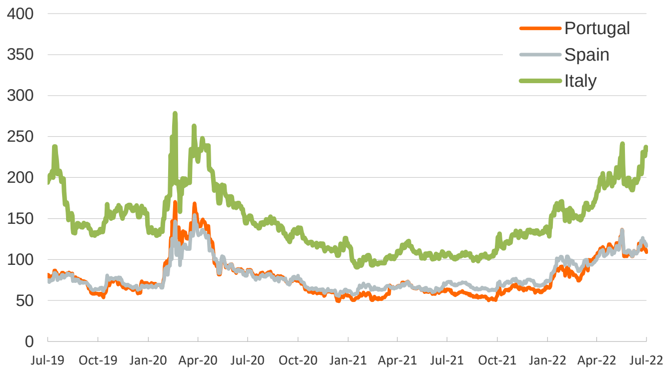
Emerging economies stock markets
Index (100=Three years ago)



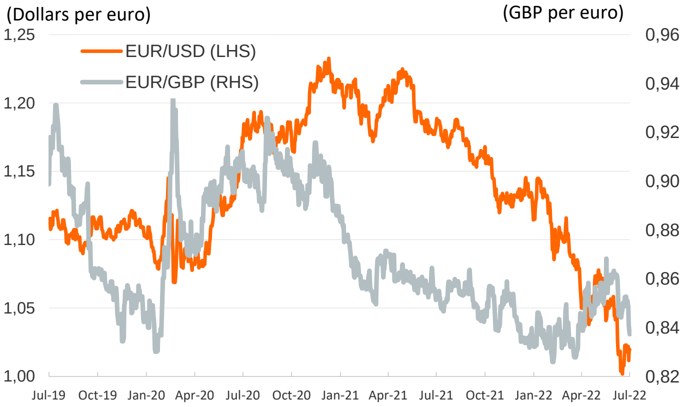
Yield on 10-year public debt: U.S. and Germany
(%)



Risk Premium on 10-year debt: Italy, Spain and Portugal
(basis points)



Exchange rate: Advanced-economy currencies
(Dollars per euro) (GBP per euro)



Exchange rate: emerging economies index
(Index (100=Three years ago)

Brent oil price
(US$/barrel)

Dutch TTF Natural gas price
(€/MWh)

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