BPI

Financial Markets

Daily Report 11-Oct-2022

- Investors continued to trade cautiously at the start of the week, with risk sentiment negatively affected by the escalation in the war in Ukraine, new outbreaks of COVID cases and the reimposition of some restrictions in China as well as investors' gloomy outlook for corporate profits, ahead of the start of the Q3 earnings season later this week.
- Central bank officials in both the US (Fed Chicago Charles Evans) and the eurozone (Governing Council member Klaas Knot) reiterated calls for further interest rate hikes at the upcoming monetary policy meetings. In the UK, the Bank of England extended emergency measures to support the bond market until early next month.
- In this context, yields on sovereign bonds edged higher in Europe, less markedly across periphery countries, which were boosted by news reporting support for a joint issuance of EU bonds. Stocks also declined, more notably in China, while the USD appreciated against its peers. Today, the IMF releases the update of its global economic outlook.

Interest Rates (%)	10/10	10/7	Daily Change (basis points)	Weekly Change (basis points)	YTD (basis points)	YoY Change (basis points)
Eurozone						
ECB - Official Interest Rate (Refi)	**1,25**	1,25	0	0	125	125
€STR	**0,66**	0,66	0	0	125	123
Swap €STR (10Y)	**3,05**	2,93	12	43	296	296
3 months (Euribor)	**1,32**	1,29	3	13	189	187
12 months (Euribor)	**2,64**	2,55	9	14	314	312
Germany - 2-Year Bond	**1,91**	1,87	4	29	253	258
Germany - 10-Year Bond	**2,34**	2,19	15	43	252	246
France - 10-Year Bond	**2,91**	2,80	12	40	272	269
Spain - 10-Year Bond	**3,48**	3,41	7	41	292	297
Portugal - 10-Year Bond	**3,38**	3,29	8	41	291	298
Italy - 10-Year Bond	**4,63**	4,70	-7	39	346	371
Risk premium - Spain (10Y)	**114**	122	-8	-2	40	51
Risk premium - Portugal (10Y)	**103**	110	-7	-2	39	52
Risk premium - Italy (10Y)	**229**	250	-22	-3	94	125
US						
Fed - Upper Bound	**3,25**	3,25	0	0	300	300
3 months (Libor)	**3,91**	3,91	0	16	370	379
12 months (Libor)	**5,00**	5,00	0	20	442	474
2-Year Bond	**4,31**	4,31	0	20	358	399
10-Year Bond	**3,88**	3,88	0	24	237	227

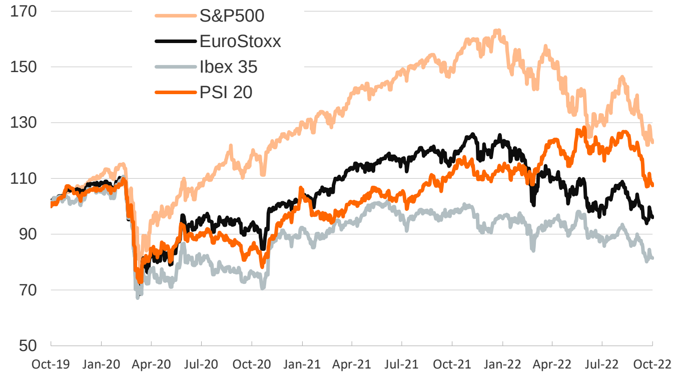
Stock Markets	10/10	10/7	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3,35**	3,39	-1,2	1,5	38,8	23,8
Ibex 35	**7414**	7437	-0,3	-0,6	-14,9	-16,7
PSI 20	**5313**	5355	-0,8	-1,6	-4,6	-4,0
MIB	**20913**	20902	0,1	-0,3	-23,5	-19,3
DAX	**12273**	12273	0,0	0,5	-22,7	-19,3
CAC 40	**5841**	5867	-0,4	0,8	-18,3	-11,1
Eurostoxx50	**3357**	3375	-0,6	0,4	-21,9	-17,6
FTSE 100	**6959**	6991	-0,5	0,7	-5,8	-2,6
S&P 500	**3612**	3640	-0,7	-1,8	-24,2	-17,2
Nasdaq	**10542**	10652	-1,0	-2,5	-32,6	-27,2
Nikkei 225	**27116**	27116	0,0	3,4	-5,8	-4,8
MSCI Emerging Index	**885**	898	-1,4	1,0	-28,2	-30,1
MSCI Emerging Asia	**466**	474	-1,5	1,3	-30,0	-31,4
MSCI Emerging Latin America	**2197**	2207	-0,4	-0,4	3,2	-1,0
Shanghai	**2974**	3024	-1,7	-1,7	-18,3	-17,2
VIX Index	**32,45**	31,36	3,5	7,8	88,4	62,3

Currencies	10/10	10/7	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**0,970**	0,974	-0,4	-1,3	-14,7	-16,0
EUR/GBP	**0,88**	0,88	-0,1	1,1	4,3	3,3
EUR/CHF	**0,97**	0,97	0,2	-0,5	-6,5	-9,5
USD/JPY	**145,72**	145,25	0,3	0,8	26,6	28,6
USD/CNY	**7,16**	7,12	0,6	0,6	12,6	10,9
USD/MXN	**19,97**	20,04	-0,4	-0,3	-2,7	-4,3

Commodities	10/10	10/7	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**116,0**	117,1	-1,0	2,9	17,0	12,9
Brent (US$/barrel)	**96,2**	97,9	-1,8	8,2	23,7	15,0
Dutch TTF Natural Gas (EUR/MWh)	**154,1**	156,2	-1,3	-9,3	119,1	80,9
Gold (US$/ounce)	**1668,6**	1694,8	-1,5	-1,8	-8,8	-4,9

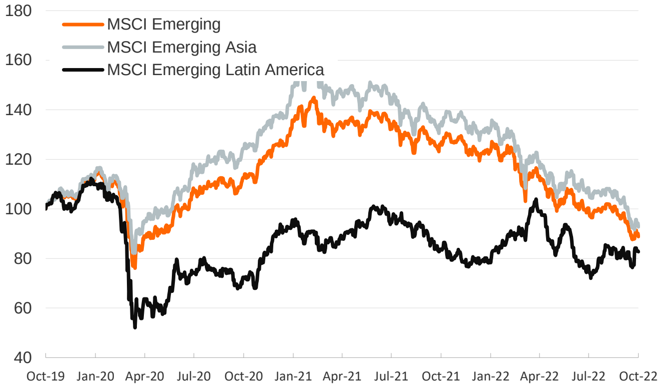
Main advanced stock markets

Index (100=Three years ago)



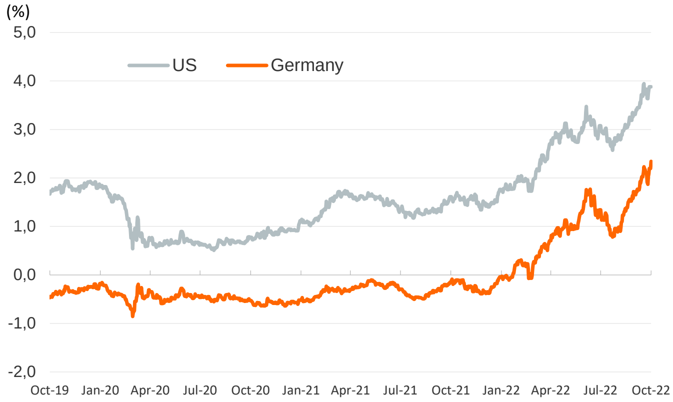
Emerging economies stock markets

Index (100=Three years ago)



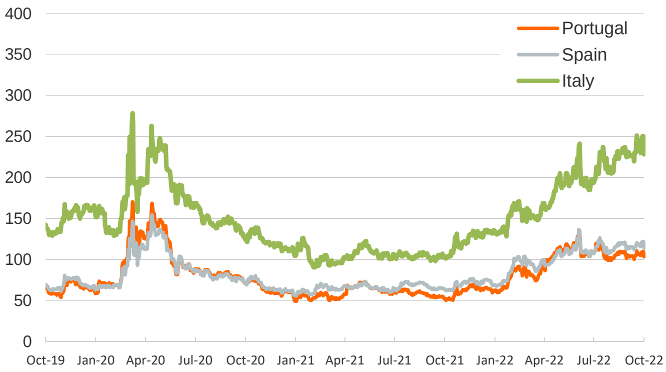
Yield on 10-year public debt: U.S. and Germany

(%)



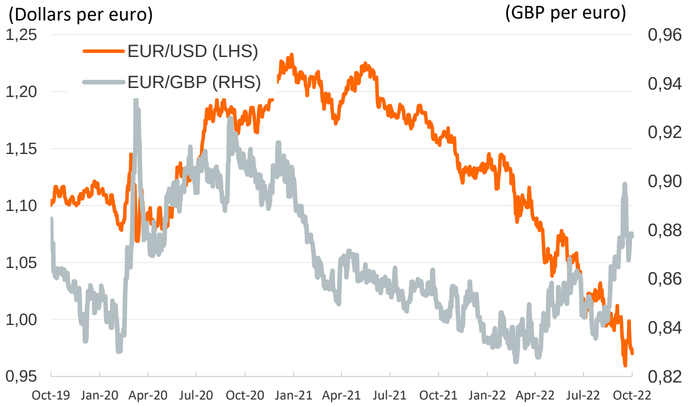
Risk Premium on 10-year debt: Italy, Spain and Portugal

(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)