BPI

Financial Markets

Daily Report 27-Jun-2024

- In yesterday's session, euro area sovereign bond yields advanced, with a slight widening of peripheral spreads, while equities retreated amid weak sentiment. Consumer confidence indices in both Germany and France fell from their May readings. Several remarks from ECB officials including Lane and Schnabel reiterated the ECB's data-dependent strategy.
- In the US, Treasury yields also rose while stocks closed with modest gains led once again by tech mega-caps. New home sales fell in May weighed down by high mortgage rates, pointing to a weak recovery in the housing market. From the Fed, Governor Bowman once again insisted on a cautious approach for future monetary policy decisions.
- In currency markets, the Japanese yen took center stage as it fell to a 38-year low beyond 160 in its cross against the dollar, keeping traders alert for any possible signs of intervention from Japanese authorities. The Nikkei 225 powered ahead to gain +1%.

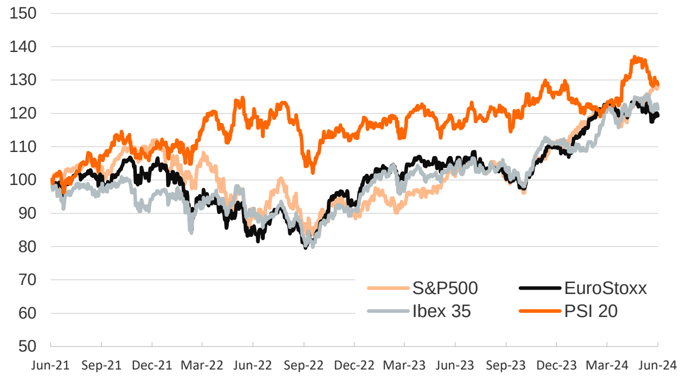
Interest Rates (%)	6/26	6/25	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Refi)	**4,25**	4,25	0	0	-25	25
€STR	**3,66**	3,66	0	0	-22	26
Swap €STR (10Y)	**2,65**	2,62	3	5	36	-8
3 months (Euribor)	**3,72**	3,70	2	1	-19	15
12 months (Euribor)	**3,58**	3,58	0	-4	6	-52
Germany - 2-Year Bond	**2,83**	2,81	2	2	45	-26
Germany - 10-Year Bond	**2,45**	2,41	4	5	51	14
France - 10-Year Bond	**3,23**	3,17	6	4	76	39
Spain - 10-Year Bond	**3,34**	3,27	6	4	43	6
Portugal - 10-Year Bond	**3,20**	3,15	5	4	65	19
Italy - 10-Year Bond	**3,99**	3,92	7	5	40	5
Risk premium - France (10Y)	**78**	76	2	-1	25	25
Risk premium - Spain (10Y)	**88**	86	2	-1	-8	-9
Risk premium - Portugal (10Y)	**75**	74	1	-1	14	5
Risk premium - Italy (10Y)	**154**	151	3	0	-11	-10
US						
Fed - Upper Bound	**5,50**	5,50	0	0	0	25
Fed Funds Rate Future (Dec.-24)	**5,00**	4,97	3	3	116	113
3 months (SOFR)	**5,33**	5,34	-1	-2	0	10
12 months (SOFR)	**5,04**	5,04	0	-2	27	-22
2-Year Bond	**4,75**	4,74	1	4	50	1
10-Year Bond	**4,33**	4,25	8	11	45	61

Stock Markets	6/26	6/25	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**4,95**	5,01	-1,2	-2,0	32,9	36,4
Ibex 35	**11031**	11119	-0,8	-0,2	9,2	18,9
PSI 20	**6546**	6567	-0,3	0,1	2,3	10,8
MIB	**33542**	33707	-0,5	1,0	10,5	23,1
DAX	**18155**	18178	-0,1	0,5	8,4	14,8
CAC 40	**7609**	7662	-0,7	0,5	0,9	5,9
Eurostoxx50	**4916**	4936	-0,4	0,6	8,7	14,8
S&P 500	**5478**	5469	0,2	-0,2	14,8	26,5
Nasdaq	**17805**	17718	0,5	-0,3	18,6	33,5
Nikkei 225	**39667**	39173	1,3	2,8	18,5	21,3
MSCI Emerging Index	**1086**	1085	0,1	-0,8	6,1	9,8
MSCI Emerging Asia	**598**	596	0,3	-1,0	10,1	13,0
MSCI Emerging Latin America	**2182**	2196	-0,7	0,5	-18,1	-11,0
Shanghai	**2973**	2950	0,8	-1,5	-0,1	-5,7
VIX Index	**12,55**	12,84	-2,3	0,6	0,8	-11,9

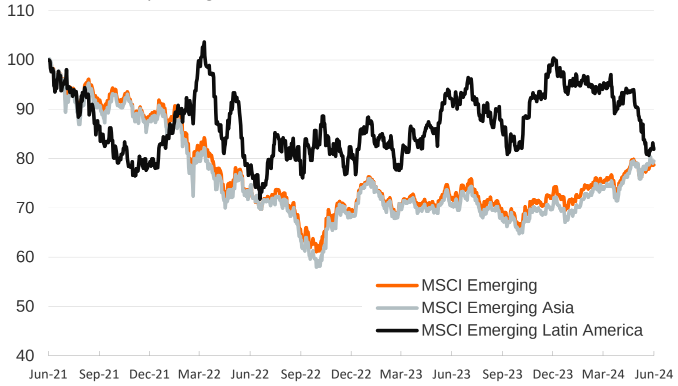
Currencies	6/26	6/25	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,068**	1,071	-0,3	-0,6	-3,2	-2,1
EUR/GBP	**0,85**	0,84	0,2	0,2	-2,4	-1,4
EUR/CHF	**0,96**	0,96	0,0	0,9	3,2	-1,9
USD/JPY	**160,81**	159,70	0,7	1,7	14,0	12,1
USD/CNY	**7,27**	7,26	0,1	0,1	2,3	0,4

Commodities	6/26	6/25	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**101,1**	101,4	-0,3	-1,6	2,5	-1,4
Brent (US$/barrel)	**85,3**	85,0	0,3	0,2	10,7	14,9
TTF Natural Gas-1M Future (€/MWh)	**33,8**	34,9	-3,0	-4,3	4,6	5,8
TTF Natural Gas-Dec.-24 Future (€/MWh)	**35,8**	36,4	-1,6	-2,0	-6,4	-26,3
Gold (US$/ounce)	**2298,2**	2319,6	-0,9	-1,3	11,4	19,5

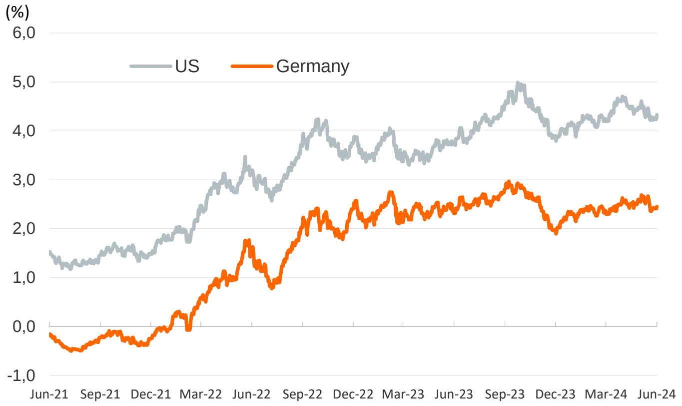
Main advanced stock markets
Index (100=Three years ago)



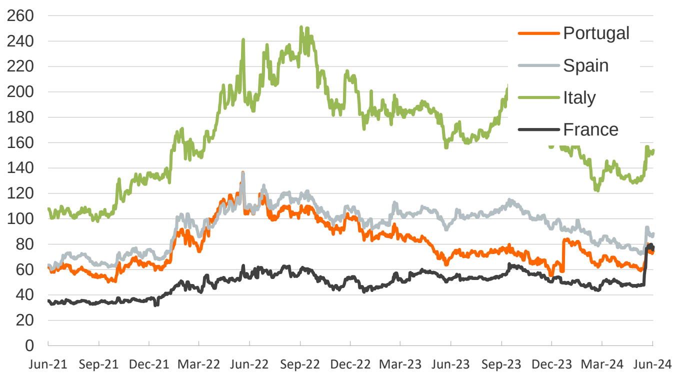
Emerging economies stock markets
Index (100=Three years ago)



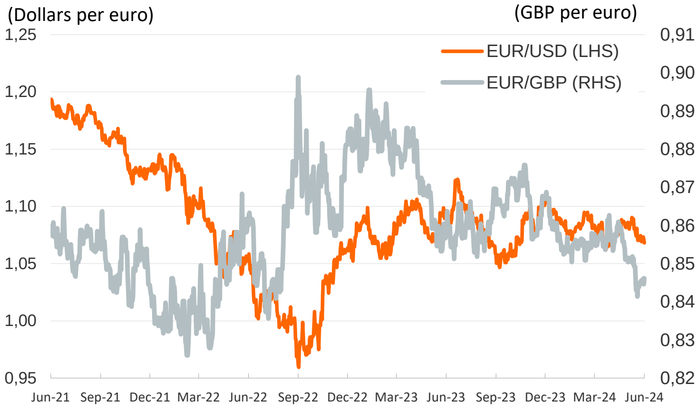
Yield on 10-year public debt: U.S. and Germany
(%)



Risk Premium on 10-year debt: 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)