BPI

Financial Markets

Daily Report 2-May-2025

- Euro area financial markets were closed during yesterday's session for May 1st holiday. In the US, a better-than-expected ISM manufacturing index, which also showed signs that input prices have been kept elevated due to tariff policy, lowered expectations of four interest rate cuts in 2025 and sent US Treasury yields higher.
- In US stock markets, strong results from large tech companies supported gains, posting their eighth straight session of gains. Stocks have been rallying despite news from a Labor Department report pointing to initial claims for unemployment benefits jumping to 18,000 for last week, and US GDP contracting in 1Q 2025.
- In currency markets, the dollar appreciated against other major currencies, as investors felt optimistic that the US will pursue tariff deals with trading partners. In commodities, Brent oil prices fell, despite the US President threatening more sanctions on Iran, and as a round of talks between the two countries was postponed.

Interest Rates (%)	5/1	4/30	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Depo)	**2,25**	2,25	0	0	-75	-175
€STR	**2,16**	2,16	0	-1	-75	-173
Swap €STR (10Y)	**2,28**	2,28	0	-2	5	-43
3 months (Euribor)	**2,16**	2,16	0	0	-56	-167
12 months (Euribor)	**2,05**	2,05	0	-2	-41	-165
Germany - 2-Year Bond	**1,69**	1,69	0	0	-40	-135
Germany - 10-Year Bond	**2,44**	2,44	0	0	8	-14
France - 10-Year Bond	**3,17**	3,17	0	0	-3	11
Spain - 10-Year Bond	**3,11**	3,11	0	2	5	-24
Portugal - 10-Year Bond	**3,00**	3,00	0	3	16	-21
Italy - 10-Year Bond	**3,56**	3,56	0	2	4	-35
Risk premium - France (10Y)	**72**	72	0	0	-11	25
Risk premium - Spain (10Y)	**67**	67	0	3	-2	-10
Risk premium - Portugal (10Y)	**56**	56	0	3	8	-6
Risk premium - Italy (10Y)	**112**	112	0	2	-3	-21
US						
Fed - Lower Bound*	**4,25**	4,25	0	0	0	-100
Fed Funds Rate Future (Dec.-25)	**3,47**	3,38	10	-4	-44	-83
3 months (SOFR)	**4,27**	4,27	0	-1	-4	-106
12 months (SOFR)	**3,78**	3,78	0	-11	-40	-148
2-Year Bond	**3,70**	3,60	10	-10	-54	-126
10-Year Bond	**4,22**	4,16	6	-9	-35	-41

Stock Markets	5/1	4/30	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**6,73**	6,73	0,0	1,0	28,6	35,9
Ibex 35	**13288**	13288	0,0	0,8	14,6	22,4
PSI 20	**6992**	6992	0,0	1,7	9,6	5,7
MIB	**37605**	37605	0,0	2,2	10,0	11,4
DAX	**22497**	22497	0,0	2,0	13,0	25,5
CAC 40	**7594**	7594	0,0	1,2	2,9	-4,9
Eurostoxx50	**5160**	5160	0,0	0,9	5,4	4,9
S&P 500	**5604**	5569	0,6	2,2	-4,7	11,7
Nasdaq	**17711**	17446	1,5	3,2	-8,3	13,5
Nikkei 225	**36452**	36045	1,1	4,0	-8,6	-4,8
MSCI Emerging Index	**1112**	1113	-0,1	1,7	3,4	6,4
MSCI Emerging Asia	**606**	606	0,0	2,2	1,5	7,5
MSCI Emerging Latin America	**2189**	2194	-0,2	0,1	18,2	-9,8
Shanghai	**3279**	3279	0,0	-0,6	-2,2	5,6
VIX Index	**24,60**	24,70	-0,4	-7,1	41,8	59,8

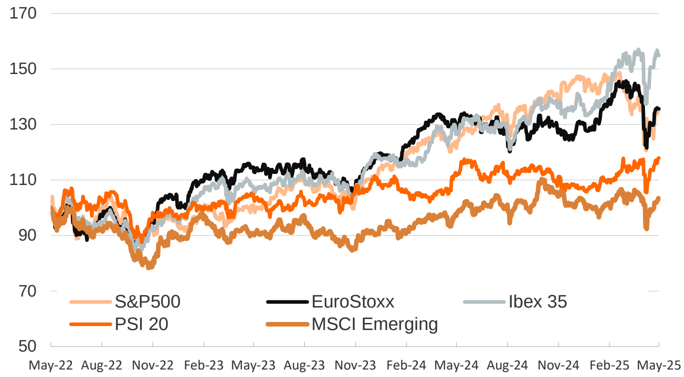
Currencies & Cryptocurrencies	5/1	4/30	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,129**	1,133	-0,3	-0,9	9,0	5,4
EUR/GBP	**0,85**	0,85	0,0	-0,4	2,8	-0,6
EUR/CHF	**0,94**	0,94	0,1	-0,6	-0,4	-4,5
USD/JPY	**145,39**	143,07	1,6	1,9	-7,5	-5,9
USD/CNY	**7,27**	7,27	0,0	-0,2	-0,4	0,4
BTC/USD	**96463,20**	94581,18	2,0	3,2	2,9	68,4

Commodities	5/1	4/30	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**100,8**	100,9	-0,1	-2,0	2,1	0,3
Brent (US$/barrel)	**62,1**	63,1	-1,6	-6,6	-16,8	-25,5
TTF Natural Gas-1M Future (€/MWh)	**32,1**	32,3	-0,5	-4,2	-34,2	11,9
TTF Natural Gas-Dec.-25 Future (€/MWh)	**34,0**	34,0	-0,1	-2,6	-24,0	-3,1
Gold (US$/ounce)	**3239,2**	3288,7	-1,5	-3,3	23,4	39,6

* To ensure the best comparability between USD and EUR policy rates, we are now displaying the lower bound of the Federal Funds Target Rate and the ECB'S Deposit Facility Rate, respectively

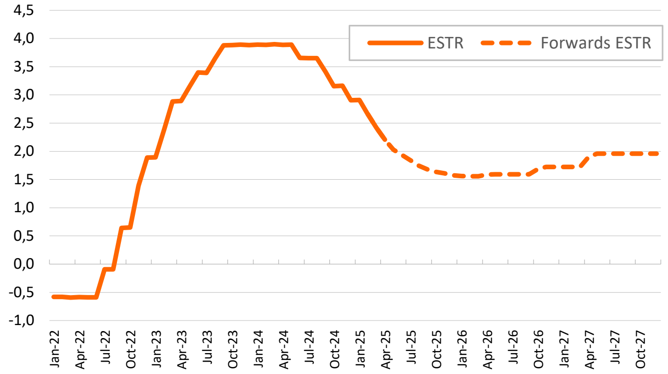
Main advanced stock markets

Index (100=Three years ago)



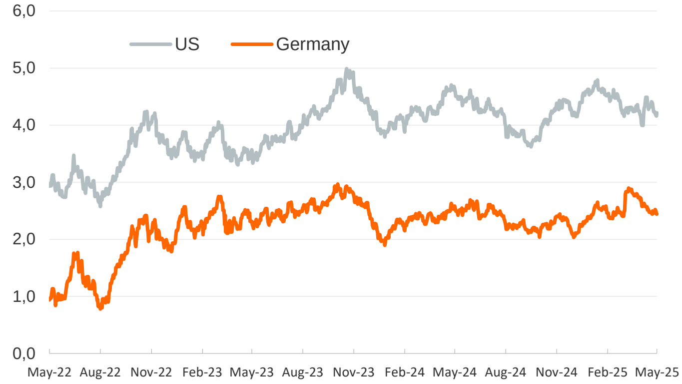
€STR: historical data and forwards

(%)



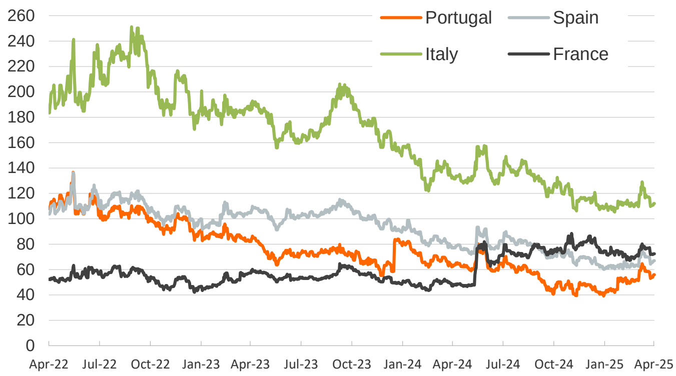
Yield on 10-year public debt: U.S. and Germany

(%)



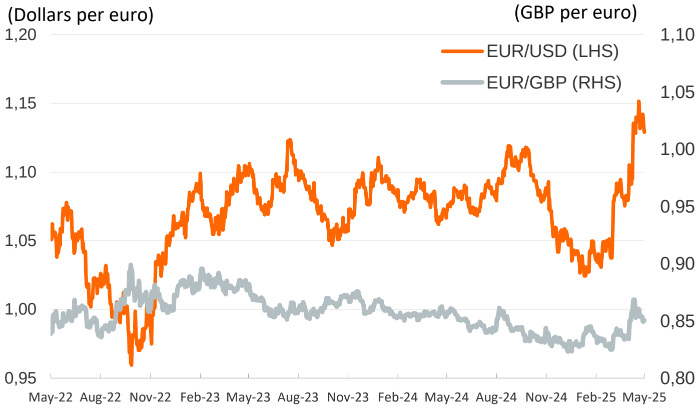
Risk Premium on 10-year debt: France, Italy, Spain and Portugal

(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro) (GBP per euro)



Exchange rate: emerging economies index

(Index (100=Three years ago)

Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)