BPI

Financial Markets

Daily Report 19-Apr-2024

- In yesterday's session financial markets traded on the diverging outlook between the Federal Reserve and the ECB. Fed officials highlighted that inflation seems to have gotten stuck in the US and so they are in no rush to cut rates, while ECB members all pointed to June as the month they are looking at to lower interest rates.
- In this context, US equities edged lower extending losses for the fifth consecutive day, while euro area equities rallied, with the Ibex-35 leading across the region supported by financials. Sovereign bond yields edged higher in the euro area, and rose modestly in the US, with the 2-year treasury yield coming close to 5%.
- Elsewhere, the US dollar rose again reversing the previous' day losses, leaving the euro around $1,06. In commodities, Brent was mostly unchanged at $87/barrel, but is trading around $88/barrel this morning following an overnight Israeli attack on Iran.

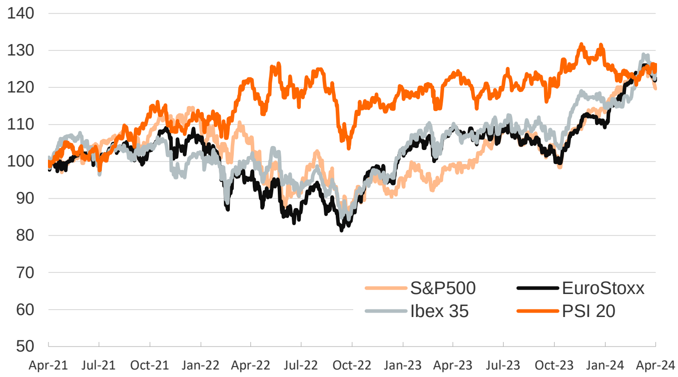
Interest Rates (%)	4/18	4/17	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Refi)	**4,50**	4,50	0	0	0	100
€STR	**3,91**	3,91	0	0	3	101
Swap €STR (10Y)	**2,65**	2,60	5	5	36	-25
3 months (Euribor)	**3,90**	3,90	0	-1	-1	70
12 months (Euribor)	**3,73**	3,72	1	0	22	-6
Germany - 2-Year Bond	**2,98**	2,94	4	2	61	8
Germany - 10-Year Bond	**2,50**	2,47	3	3	55	2
France - 10-Year Bond	**3,00**	2,98	2	4	53	-2
Spain - 10-Year Bond	**3,32**	3,30	1	3	41	-18
Portugal - 10-Year Bond	**3,18**	3,16	2	4	63	-13
Italy - 10-Year Bond	**3,92**	3,91	1	5	33	-37
Risk premium - Spain (10Y)	**82**	84	-2	0	-14	-20
Risk premium - Portugal (10Y)	**68**	69	-1	0	8	-15
Risk premium - Italy (10Y)	**142**	144	-2	2	-23	-39
US						
Fed - Upper Bound	**5,50**	5,50	0	0	0	50
Fed Funds Rate Future (Dec.-24)	**5,01**	4,97	4	4	118	203
3 months (SOFR)	**5,32**	5,33	-1	-1	-1	27
12 months (SOFR)	**5,20**	5,21	-1	0	43	33
2-Year Bond	**4,99**	4,93	6	3	74	79
10-Year Bond	**4,63**	4,59	4	4	75	105

Stock Markets	4/18	4/17	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**4,82**	4,69	2,8	4,0	29,5	33,5
Ibex 35	**10765**	10634	1,2	1,1	6,6	14,3
PSI 20	**6328**	6234	1,5	0,5	-1,1	2,1
MIB	**33882**	33633	0,7	0,5	11,6	21,5
DAX	**17837**	17770	0,4	-0,7	6,5	12,3
CAC 40	**8023**	7982	0,5	0,0	6,4	6,5
Eurostoxx50	**4937**	4914	0,5	-0,6	9,2	12,3
S&P 500	**5011**	5022	-0,2	-3,6	5,1	20,6
Nasdaq	**15602**	15683	-0,5	-5,1	3,9	28,4
Nikkei 225	**38080**	37962	0,3	-3,5	13,8	32,9
MSCI Emerging Index	**1019**	1012	0,6	-3,5	-0,5	1,8
MSCI Emerging Asia	**547**	543	0,7	-3,3	0,9	1,6
MSCI Emerging Latin America	**2386**	2387	-0,1	-5,3	-10,4	4,3
Shanghai	**3074**	3071	0,1	1,3	3,3	-9,4
VIX Index	**18,00**	18,21	-1,2	20,7	44,6	7,0

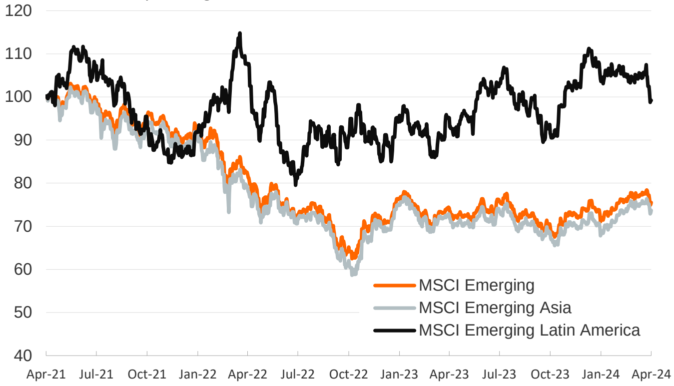
Currencies	4/18	4/17	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,064**	1,067	-0,3	-0,8	-3,6	-3,0
EUR/GBP	**0,86**	0,86	-0,1	0,2	-1,3	-3,1
EUR/CHF	**0,97**	0,97	-0,1	-0,5	4,5	-1,3
USD/JPY	**154,64**	154,39	0,2	0,9	9,6	15,3
USD/CNY	**7,24**	7,24	0,0	0,0	2,0	5,3

Commodities	4/18	4/17	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**102,1**	102,2	-0,1	-0,2	3,5	-6,1
Brent (US$/barrel)	**87,1**	87,3	-0,2	-2,9	13,1	2,8
TTF Natural Gas-1M Future (€/MWh)	**32,3**	31,3	3,3	10,0	-0,1	-24,4
TTF Natural Gas-Dec.-24 Future (€/MWh)	**34,7**	34,0	2,1	2,5	-9,3	-36,9
Gold (US$/ounce)	**2379,0**	2361,0	0,8	0,3	15,3	18,6

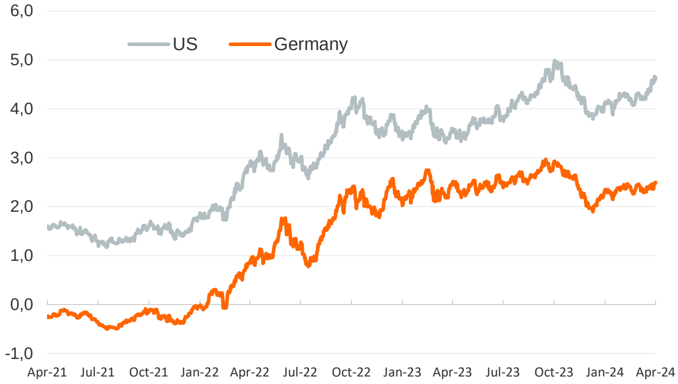
Main advanced stock markets
Index (100=Three years ago)



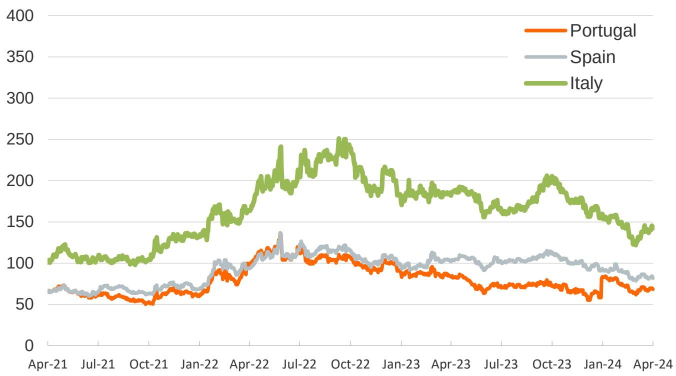
Emerging economies stock markets
Index (100=Three years ago)



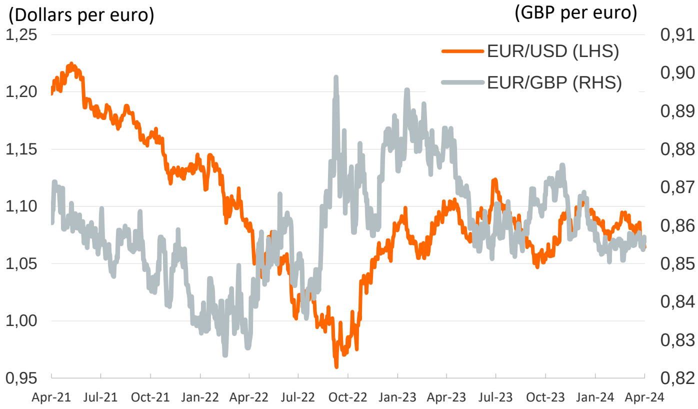
Yield on 10-year public debt: U.S. and Germany
(%)



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)