

## Subdued action to start the week

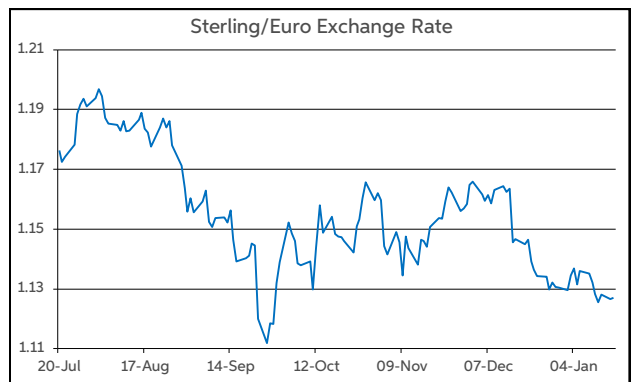
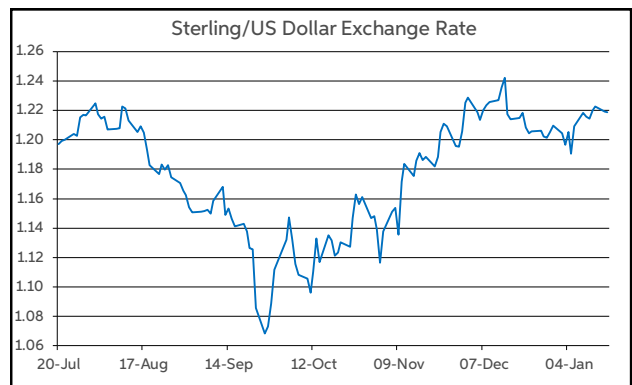
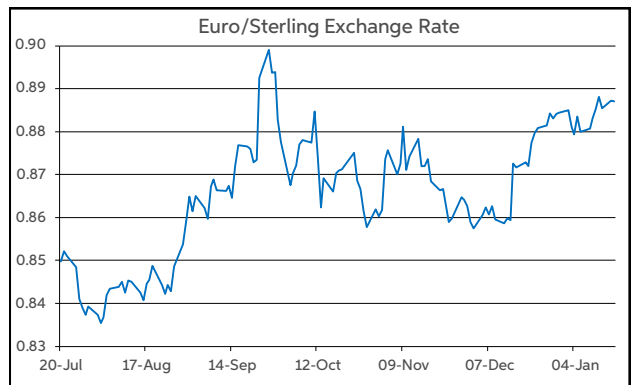
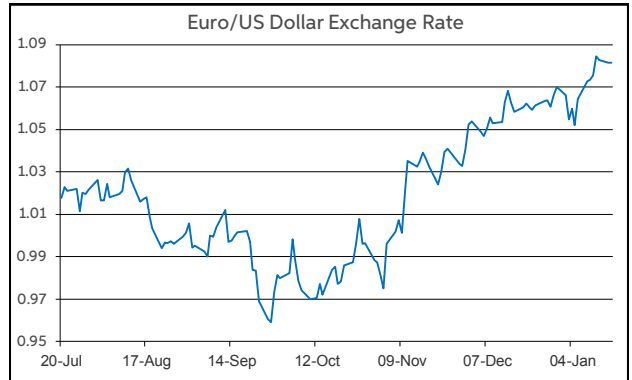
Yesterday's market action was generally subdued. The lack of any macro data releases as well as the fact that it was a market holiday in the US (Martin Luther King Day) contributed to the muted moves. In Europe, investor sentiment was holding a cautious tone. The Euro Stoxx 50 eked out a modest rise of 0.1%. It was also an uneventful day on European fixed income markets. The main benchmark yields registered only minimal changes.

On the currency front, most of the main pairs were confined to tight trading ranges. Of the moves to register over the past 24 hours, the dollar has managed to steady itself and has moved off its recent lows against the euro and sterling.

In level terms, EUR/USD has edged back within the lower half of the \$1.08-1.09 trading band. GBP/USD has traded back below the \$1.22 threshold. Meantime, EUR/GBP has moved modestly higher, above the midpoint of 88-89p. Elsewhere, the yen's recent rally took a breather yesterday, with the currency giving back some of its gains, including against the dollar and the euro.

After yesterday's sparse macro diary, already this morning we have got a raft of macro updates. Chinese GDP expanded by 3% last year, well below its official growth target of 5.5%. Meantime, we have also had a plethora of data on the UK labour market, mostly covering the three month period to November. The unemployment rate, as expected remained at 3.7%. Later this morning, the German ZEW survey of investor sentiment for January is due. Meanwhile, the highlight from a quiet US schedule is the Empire manufacturing survey for January. Overnight, the conclusion of the BoJ monetary policy meeting will garner close attention on markets.

**John Fahey, Senior Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2022
EUR/USD	1.0814	-0.41	1.05
EUR/GBP	0.8869	0.16	0.28
GBP/USD	1.2191	-0.59	0.78
GBP/EUR	1.1268	-0.16	-0.28
USD/JPY	128.88	1.00	-1.70
EUR/JPY	139.39	0.58	-0.65

\* v Previous Day's European Open

See Next Page for More Rates

Opening Interest Rates						
	Base Rate	Money Market		Swap Rates		
		1-Mth	3-Mth	1-Yr	2-Yr	5-Yr
USD	4.375	4.46	4.79	5.05	4.51	3.68
EUR	2.50	1.91	2.33	3.24	3.20	2.81
GBP	3.50	3.66	4.00	4.55	4.34	3.91

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

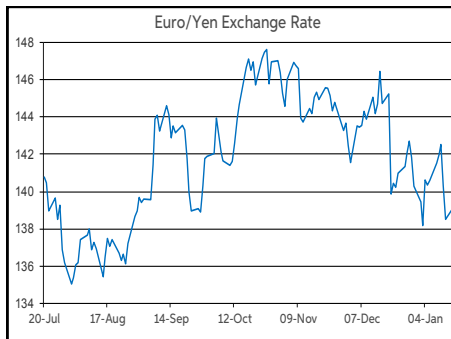
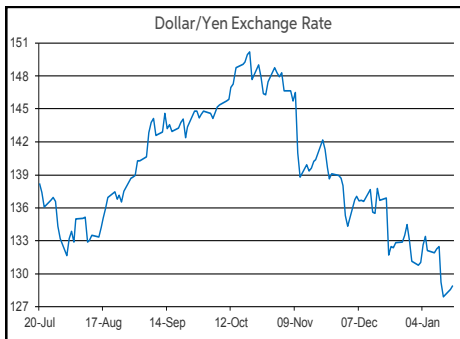
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# Opening Levels

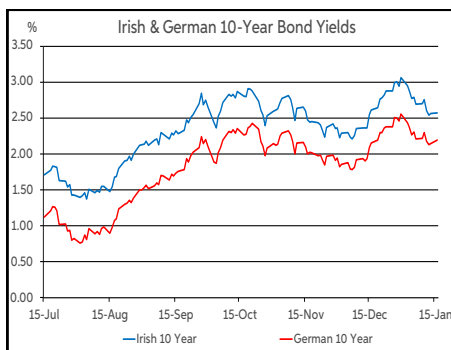
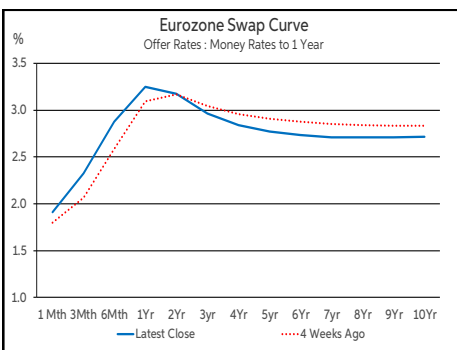
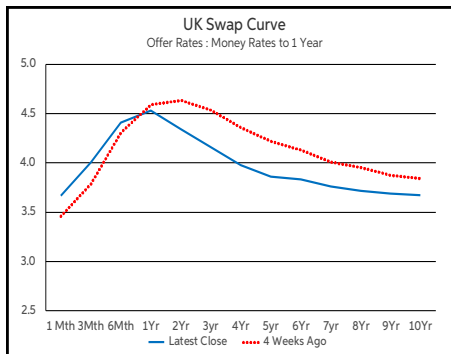
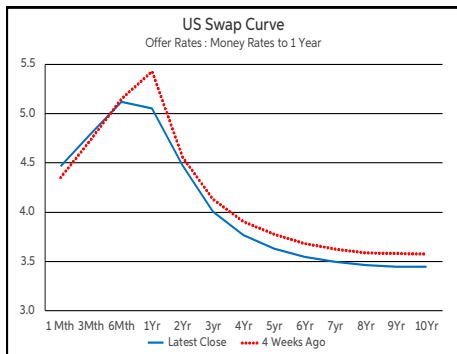
Tuesday 17 January 2023  
07:28 am



Euro		Sterling		Dollar	
EUR/GBP	0.8869	GBP/EUR	1.1268	USD/JPY	128.88
EUR/USD	1.0814	GBP/USD	1.2191	USD/CAD	1.3417
EUR/JPY	139.39	GBP/CAD	1.6359	USD/CHF	0.9247
EUR/SEK	11.2953	GBP/NZD	1.9078	USD/CNY	6.776
EUR/DKK	7.4377	GBP/JPY	157.08	USD/BRL	5.1474
EUR/NOK	10.7265	GBP/SEK	12.7334	USD/RUB	68.55
EUR/CHF	1.0002	GBP/DKK	8.3831	USD/INR	81.813
EUR/AUD	1.5553	GBP/NOK	12.0933	AUD/USD	0.6953
EUR/HKD	8.4569	GBP/CHF	1.1275	NZD/USD	0.6388
EUR/CAD	1.4512	GBP/AUD	1.7532		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 22
<b>10 Year Yield %</b>				
US	3.50	+5	-9	-38
Germany	2.20	+5	-1	-37
UK	3.38	+2	-12	-29
<b>5 Year Swap %</b>				
US	3.62	+2	-11	-37
Eurozone	2.77	-1	-13	-46
UK	3.86	-2	-34	-44
<b>2 Year Swap %</b>				
US	4.47	+3	-5	-20
Eurozone	3.17	-2	+1	-22
UK	4.34	+1	-29	-34
<b>10 Year Government Bond Spreads to Benchmark bps</b>				
Ireland	41	-4	-12	-18
Belgium	52	-5	-9	-12
France	44	-5	-8	-11
Italy	182	-5	-36	-32
Spain	97	-6	-13	-13
Portugal	90	-4	-13	-14
Greece	195	+1	-19	-8



Commodities				
	% Change			
	Close	Day	4 Weeks	End 22
Brent Oil	84.46	-0.96	+5.84	-1.69
West Texas Oil	79.9	+2.02	+6.46	-0.32
Gold \$	1918.0	-0.12	+7.30	+5.13

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