

Another quiet data week ahead

Last week proved to be a relatively uneventful one from a currency market perspective. This reflects the sparse data calendar in both Europe and the US. Although, sterling did experience some volatility. This followed comments from a couple of BoE speakers, which seemed to highlight conflicting views with regard to a timeline for monetary policy tightening.

In level terms, the main FX pairs finished the week broadly in line with where they started it. The EUR/GBP pair continued to trade up near the 88p mark, while cable (GBP/USD) traded around the mid-point of the \$1.27-1.28 band. Meantime, EUR/USD maintained its position close to the \$1.12 level.

In the week ahead, the data/events schedule remains quite light. Most of the releases of note come in the Eurozone. Markets will be paying close attention to flash HICP data for June. Inflation has been on a weakening trend in recent months, which has helped to support the ECB's view that exceptionally loose monetary policy will still be required for some time. Both headline and core inflation are expected to slow further. Such a result could act as somewhat of a drag on the euro.

There is a consumer theme to the US calendar. Positive results are expected from both personal consumption (May) and the timelier Conference Board measure of consumer confidence (June). However, core PCE inflation looks set to slow further in May. Thus, the overall impact on the dollar from the data could be limited.

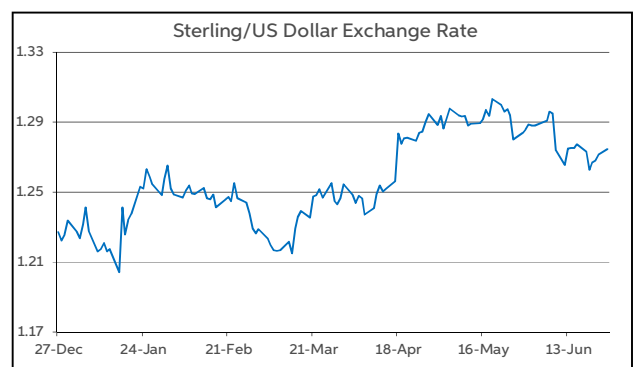
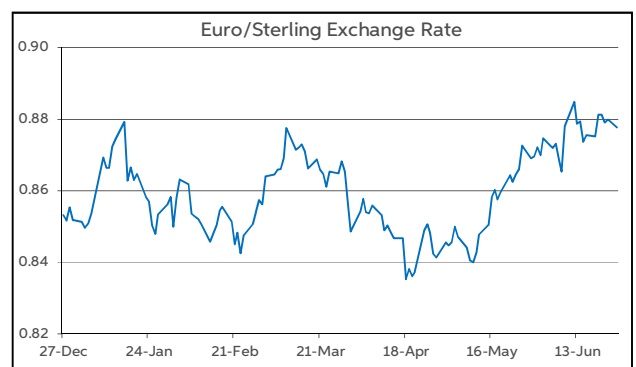
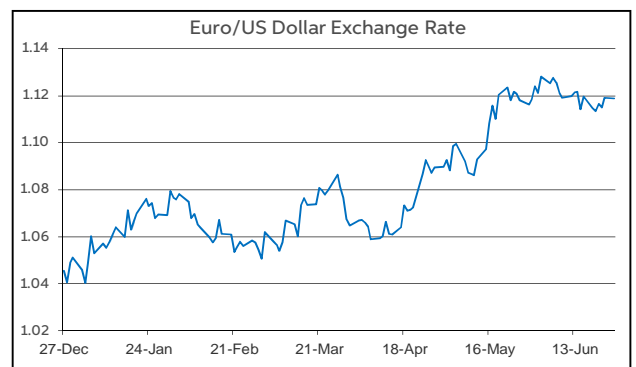
For sterling, there are no major data releases due in the UK. Although, the currency will remain sensitive to any UK political or Brexit related newsflow. Overall though, barring any updates on this front, sterling pairs could continue to trade near current levels.

Dara Turnbull, Economist, AIB

Today's Opening Rates			
		% Change	
		Day *	End 2016
EUR/USD	1.1186	0.22	6.40
EUR/GBP	0.8774	-0.14	3.01
GBP/USD	1.2747	0.37	3.33
GBP/EUR	1.1393	0.14	-2.92
USD/JPY	111.36	0.04	-4.71
EUR/JPY	124.58	0.28	1.17

* v Previous Day's European Open

See Next Page for More Rates ▶▶▶



Opening Interest Rates						
	Base Rate	Short Term			Long Term	
		1-Mth	3-Mth	12-Mth	2-Yr	5-Yr
USD	0.875	1.22	1.29	1.73	1.56	1.83
EUR	0.00	-0.37	-0.33	-0.16	-0.17	0.14
GBP	0.25	0.25	0.30	0.67	0.61	0.82

Equity Indices				
	Latest Close	% Changes		
		on Day	End 2016 to Date	
Dow Jones	21394.76	-0.01	+8.26	
S&P 500	2438.3	+0.16	+8.91	
FTSE 100	7424.13	-0.20	+3.94	
DJ Stoxx 50	3543.68	-0.34	+7.69	
ISEQ	6995.57	-1.31	+7.34	
Nikkei	20153.35	+0.10	+5.44	

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

FX Spot	Karl Cooke Shane Gargan Adrian Flanagan Enda Homan	FX Options	Mark Tuite Lenny Hogan	Reuters Phone	AIB 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
		Equity Options	Gary Luff				

Opening Levels

Monday 26 June 2017
07:30 am



Euro

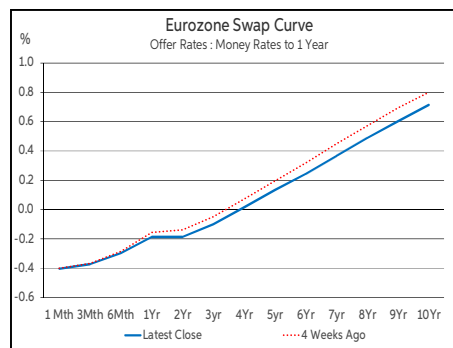
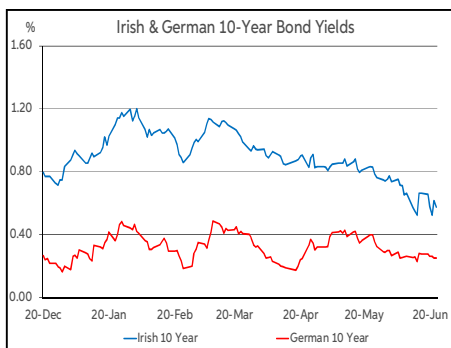
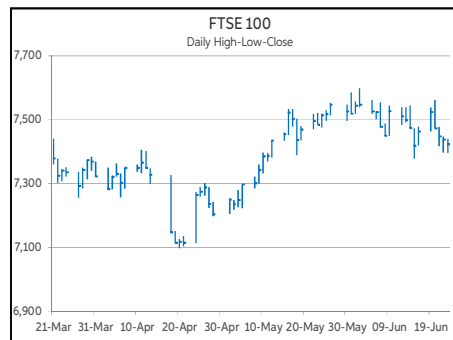
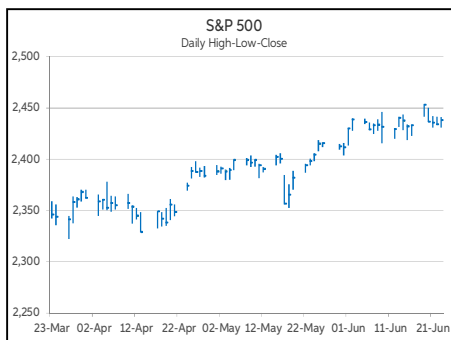
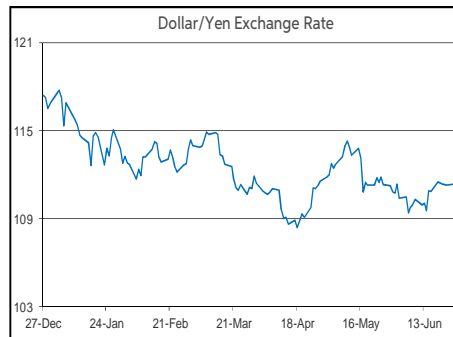
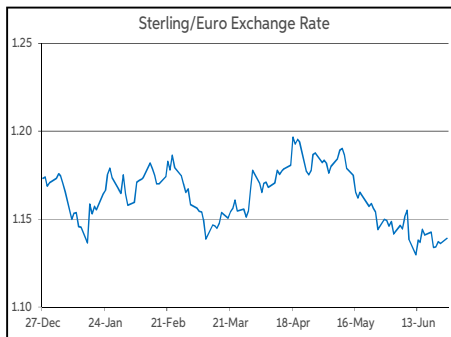
EUR/GBP	0.8774
EUR/USD	1.1186
EUR/JPY	124.58
EUR/SEK	9.7625
EUR/DKK	7.4366
EUR/NOK	9.443
EUR/CHF	1.0852
EUR/AUD	1.4764
EUR/HKD	8.7213
EUR/CAD	1.4826

Sterling

GBP/EUR	1.1393
GBP/USD	1.2747
GBP/CAD	1.6895
GBP/NZD	1.7496
GBP/JPY	141.95
GBP/SEK	11.1211
GBP/DKK	8.4743
GBP/NOK	10.7573
GBP/CHF	1.2364
GBP/AUD	1.6825

Dollar

USD/JPY	111.36
USD/CAD	1.3254
USD/CHF	0.9701
USD/CNY	6.8435
USD/BRL	3.3422
USD/RUB	59.3086
USD/INR	64.48
AUD/USD	0.7576
NZD/USD	0.7284



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 16
10 Year Yield %				
US	2.14	-0	-11	-30
Germany	0.25	-0	-8	+5
UK	1.03	+2	+2	-21
5 Year Swap %				
US	1.80	+1	-8	-15
Eurozone	0.14	-1	-6	+6
UK	0.81	+1	+4	-7
2 Year Swap %				
US	1.52	-0	-2	+8
Eurozone	-0.19	+0	-5	-3
UK	0.60	+0	+6	-0
10 Year Government Bond Spreads to Benchmark bps				
Ireland	32	-4	-11	-23
Belgium	34	+1	-1	+3
France	35	+1	-8	-13
Italy	166	+2	-10	+5
Spain	111	+1	-8	-6
Portugal	263	-3	-16	-90
Greece	507	-10	-53	-160

Commodities				
	Close	% Change		
		Day	4 Weeks	End 16
Brent Oil	45.54	+0.71	-12.67	-19.85
West Texas Oil	42.86	+0.78	-13.55	-20.26
CRB - All Commodity	167.74	+0.75	-7.84	-12.87
CRB - Food	363.04	-3.07	+4.68	+7.17
Gold \$	1257.4	+0.51	-0.79	+9.13

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