

Weak Eurozone data has little impact

The moves on currency markets yesterday were once again limited. In terms of geo-political developments, early reports of a trade truce between the US and China had little market impact over the rest of the day.

On the data front, the day's main release, the June EC sentiment indices, generated no major reaction in the euro. This was despite a downside surprise in the headline index. It slipped to a 34-month low level of 103.3 (f'cast 104.6), primarily due to a drop in the industrial sentiment sub-index, which recorded its worse reading since September 2013.

In level terms, the main pairs are continuing to trade around the same levels as 24 hours previous. EUR/GBP is changing hands in the upper half of the 89-90p range, while EUR/USD is close to the midpoint of the \$1.13-1.14 band. Elsewhere, cable (GBP/USD) remains below the \$1.27 threshold.

Inflation data are the main releases today, with continuing subdued readings expected. In the Eurozone, we get the flash print of June HICP. No change is expected from May, with inflation forecast to have held at 1.2%. In the absence of a major surprise, euro impact could be limited.

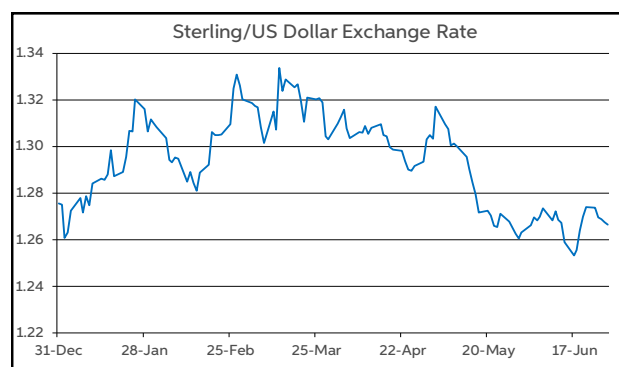
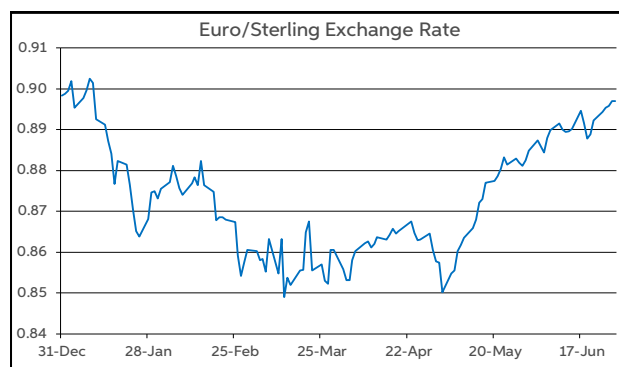
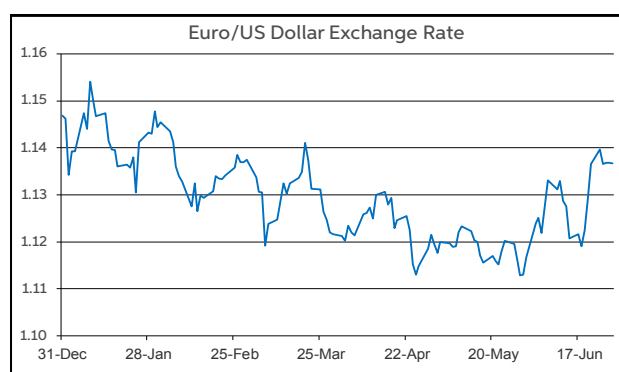
Across the Atlantic, the May reading of the Fed's preferred measure of inflation, core-PCE, is due. Inflation is projected to have remained at 1.6%. The same report is expected to show that consumption rose by a solid 0.4% in the month. Overall, dollar impact may be muted. The currency could prove reactive to developments at the G-20 summit. Although, the highly anticipated Trump-Xi meeting will not take place until tomorrow. Meanwhile, there are no major data due in the UK.

Conor Beakey, Economist, AIB

Today's Opening Rates			
		% Change	
		Day *	End 2018
EUR/USD	1.1364	0.11	-0.92
EUR/GBP	0.8972	0.26	-0.13
GBP/USD	1.2664	-0.13	-0.73
GBP/EUR	1.1141	-0.26	0.13
USD/JPY	107.68	-0.34	-1.72
EUR/JPY	122.38	-0.23	-2.65

* v Previous Day's European Open

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Opening Interest Rates						
	Base Rate	Short Term			Long Term	
		1-Mth	3-Mth	12-Mth	2-Yr	5-Yr
USD	2.375	2.40	2.32	2.18	1.78	1.75
EUR	0.00	-0.39	-0.34	-0.21	-0.37	-0.22
GBP	0.75	0.72	0.77	0.96	0.83	0.89

Equity Indices				
	Latest Close	% Changes		
		on Day	End 2018 to Date	
Dow Jones	26526.58	-0.04	+13.71	
S&P 500	2924.92	+0.38	+16.68	
FTSE 100	7402.33	-0.19	+10.02	
DJ Stoxx 50	3442.38	-0.02	+14.69	
ISEQ	6107.37	-0.34	+11.45	
Nikkei	21217.78	-0.56	+6.01	

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

FX Spot	Karl Cooke Shane Gargan 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

Friday 28 June 2019
07:18 am



Euro

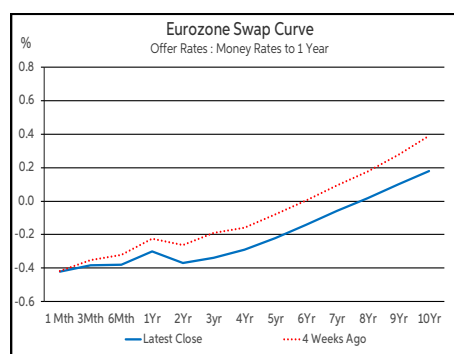
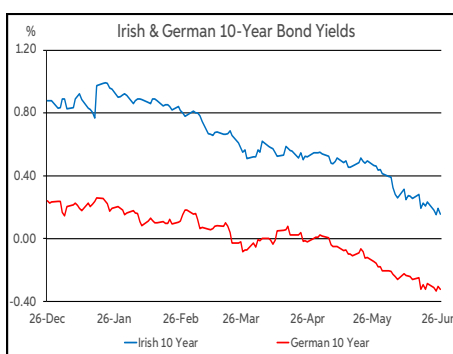
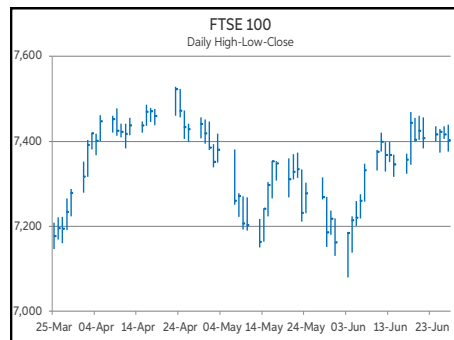
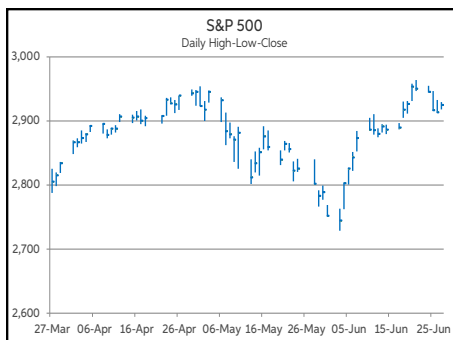
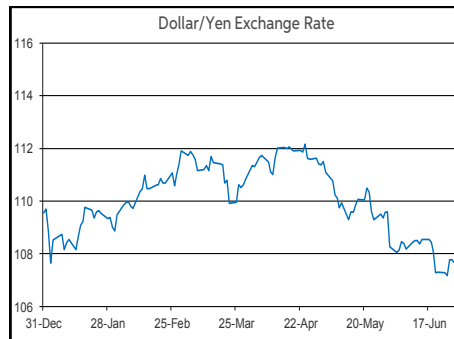
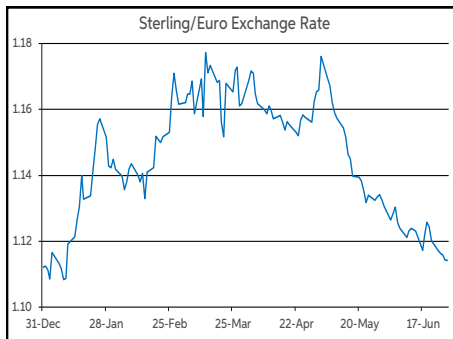
EUR/GBP	0.8973
EUR/USD	1.1364
EUR/JPY	122.39
EUR/SEK	10.543
EUR/DKK	7.4638
EUR/NOK	9.6783
EUR/CHF	1.1085
EUR/AUD	1.6211
EUR/HKD	8.8756
EUR/CAD	1.4883

Sterling

GBP/EUR	1.1141
GBP/USD	1.2664
GBP/CAD	1.6587
GBP/NZD	1.8882
GBP/JPY	136.38
GBP/SEK	11.7435
GBP/DKK	8.3168
GBP/NOK	10.7841
GBP/CHF	1.2353
GBP/AUD	1.8063

Dollar

USD/JPY	107.69
USD/CAD	1.3092
USD/CHF	0.9753
USD/CNY	6.8623
USD/BRL	3.8192
USD/RUB	63.1029
USD/INR	68.93
AUD/USD	0.7008
NZD/USD	0.6703



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 18
10 Year Yield %				
US	2.01	-4	-20	-67
Germany	-0.32	-2	-15	-56
UK	0.82	-1	-8	-45
Ireland	0.16	-4	-28	N/A
Belgium	0.06	-2	-25	-70
France	0.00	-2	-24	-71
Italy	2.12	-2	-52	-59
Spain	0.39	+0	-37	-103
Portugal	0.47	+1	-38	-124
Greece	2.42	+1	-60	-187
5 Year Swap %				
US	1.72	-3	-28	-84
Eurozone	-0.22	-3	-14	-45
UK	0.88	-2	-10	-44
2 Year Swap %				
US	1.75	-4	-34	-89
Eurozone	-0.37	-2	-11	-23
UK	0.82	-2	-8	-35
10 Year Government Bond Spreads to Benchmark bps				
Ireland	48	-2	-14	N/A
Belgium	39	-0	-11	-14
France	32	-0	-9	-15
Italy	245	+0	-38	-3
Spain	71	+2	-22	-47
Portugal	79	+3	-24	-68
Greece	275	+3	-45	-131

Commodities				
	Close	% Change		
		Day	4 Weeks	End 18
Brent Oil	66.55	+0.09	-0.48	+23.70
West Texas Oil	59.18	+0.02	+4.80	+31.07
CRB - All Commodity	182.48	+0.06	+2.08	+7.46
CRB - Food	350.06	-1.16	-0.88	+7.97
Gold \$	1410.1	+0.07	+9.38	+9.91

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