

Busier macro diary this week

Last week saw very subdued action on currency markets against a backdrop of a dearth of top-tier macro data. All of the main pairs traded in very tight ranges, continuing the trend that has been in place over the last two months. In level terms, EUR/USD opens this morning within the \$1.16-1.17 band and EUR/GBP is changing hands within the 88-89p range. Meanwhile, cable (GBP/USD) starts the week near \$1.31.

This week, the global macro diary does at least have a busier schedule of releases. However, from an FX perspective this may not be enough to push any of the aforementioned pairs from their recent ranges. On the sterling side, there is a plethora of labour market updates. This includes employment, unemployment and wage growth for Q3. The UK calendar also features retail sales and inflation data (both Oct). Overall, the UK macro news is likely to continue to illustrate the on-going squeeze on household incomes and the headwind this poses for consumer spending.

From a dollar viewpoint, retail sales data (Oct) will be looked to for an indication of how the consumer side of the economy started Q4. There is data due as well from the output side, including industrial production figures (Oct). The packed US schedule also includes some housing market updates. However, unless there are major surprises, directional impact on the dollar could be limited. Data-wise, for the Eurozone, the highlights include the second reading of Q3 GDP and the first estimate of Q3 German GDP.

The week ahead also features a packed schedule of central bank speakers, including an ECB conference where Draghi, Yellen and Carney are all due to speak. So, there is the potential for some headline risks for FX markets from their remarks.

John Fahey, Senior Economist, AIB

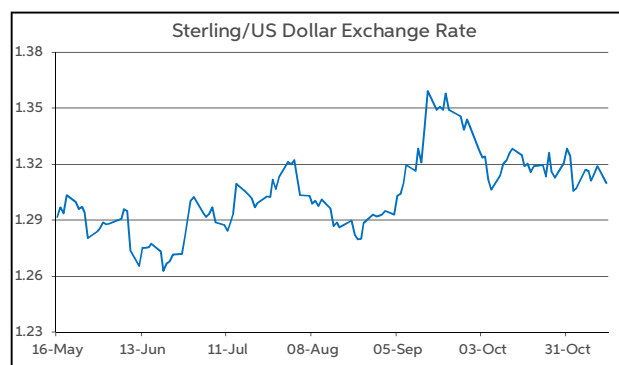
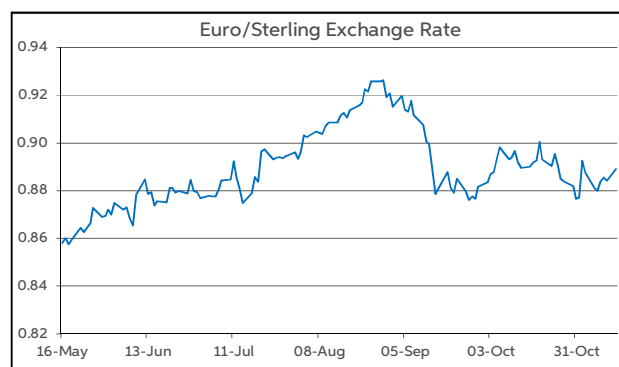
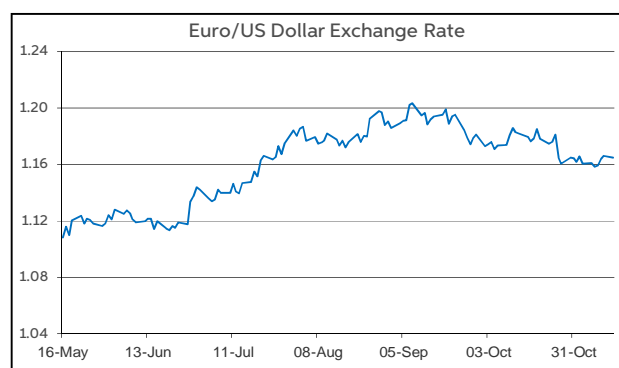
Opening Interest Rates						
	Base Rate	Short Term			Long Term	
		1-Mth	3-Mth	12-Mth	2-Yr	5-Yr
USD	1.125	1.25	1.41	1.88	1.84	2.09
EUR	0.00	-0.37	-0.33	-0.19	-0.19	0.22
GBP	0.50	0.49	0.53	0.77	0.84	1.11

Equity Indices				
	Latest Close	% Changes		
		on Day	End 2016 to Date	
Dow Jones	23422.21	-0.17	+18.52	
S&P 500	2582.3	-0.09	+15.34	
FTSE 100	7432.99	-0.68	+4.06	
DJ Stoxx 50	3593.76	-0.52	+9.22	
ISEQ	6877.14	-0.64	+5.52	
Nikkei	22380.99	-1.32	+17.09	

Today's Opening Rates			
		% Change	
		Day *	End 2016
EUR/USD	1.1648	0.03	10.80
EUR/GBP	0.8892	0.37	4.39
GBP/USD	1.3099	-0.33	6.19
GBP/EUR	1.1242	-0.37	-4.21
USD/JPY	113.38	-0.07	-2.99
EUR/JPY	132.08	-0.04	7.26

* v Previous Day's European Open

See Next Page for More Rates ▶▶▶



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 13 November 2017
07:38 am



Euro

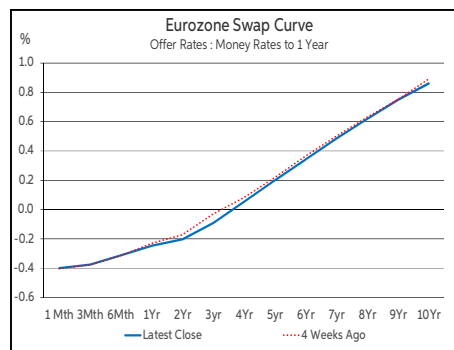
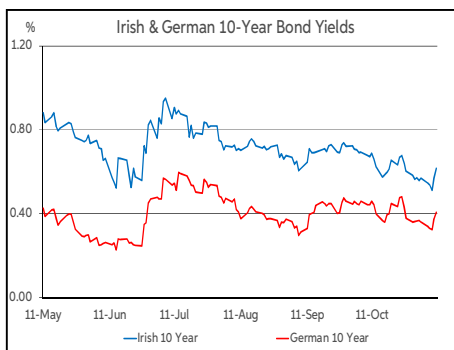
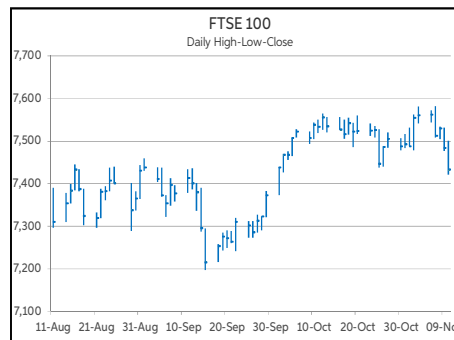
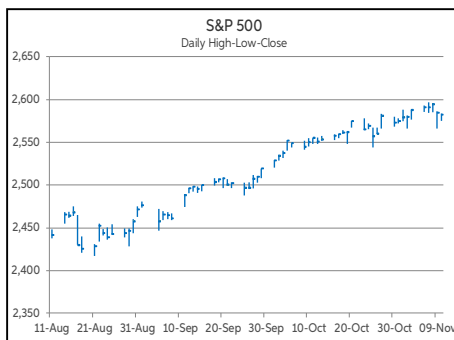
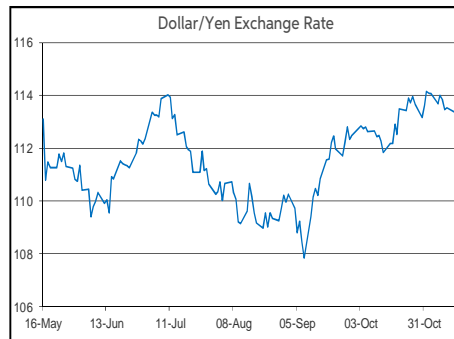
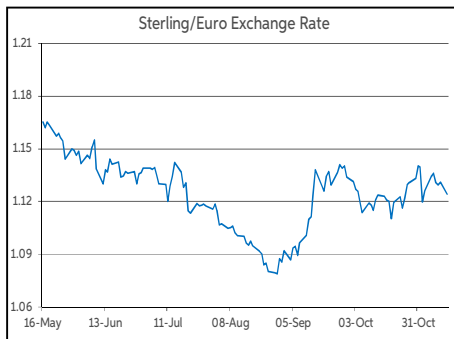
EUR/GBP	0.8892
EUR/USD	1.1648
EUR/JPY	132.08
EUR/SEK	9.7545
EUR/DKK	7.4421
EUR/NOK	9.4868
EUR/CHF	1.1601
EUR/AUD	1.5208
EUR/HKD	9.0877
EUR/CAD	1.4777

Sterling

GBP/EUR	1.1242
GBP/USD	1.3099
GBP/CAD	1.6616
GBP/NZD	1.8903
GBP/JPY	148.53
GBP/SEK	10.9654
GBP/DKK	8.3682
GBP/NOK	10.6643
GBP/CHF	1.3043
GBP/AUD	1.7097

Dollar

USD/JPY	113.38
USD/CAD	1.2687
USD/CHF	0.9958
USD/CNY	6.6432
USD/BRL	3.282
USD/RUB	59.136
USD/INR	65.4175
AUD/USD	0.7659
NZD/USD	0.6927



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 16
10 Year Yield %				
US	2.40	+6	+13	-4
Germany	0.41	+3	+1	+21
UK	1.34	+8	-2	+11
5 Year Swap %				
US	2.09	+2	+11	+14
Eurozone	0.20	+1	-2	+12
UK	1.11	+5	+0	+23
2 Year Swap %				
US	1.84	+1	+8	+40
Eurozone	-0.20	-1	-3	-4
UK	0.82	+1	-1	+22
10 Year Government Bond Spreads to Benchmark bps				
Ireland	21	+2	-1	-34
Belgium	22	-1	-5	-9
France	37	-2	-5	-11
Italy	144	-0	-23	-17
Spain	115	+0	-4	-2
Portugal	162	-1	-25	-190
Greece	467	-1	-39	-201

Commodities				
	Close	% Change		
		Day	4 Weeks	End 16
Brent Oil	63.52	-0.64	+11.11	+11.79
West Texas Oil	56.75	-0.72	+10.34	+5.58
CRB - All Commodity	191.65	-0.12	+3.69	-0.45
CRB - Food	349.05	-0.53	+2.29	+3.04
Gold \$	1276.2	-0.74	-2.23	+10.76

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