

## Another quiet 24 hours on the FX front

Once again, the moves on currency markets were contained within tight ranges yesterday. The data continued to go largely unnoticed, with the busy schedule generating no notable reaction from the majors.

In the Eurozone, industrial production printed ahead of expectations. Output rose by 0.1% in September versus a forecast for a 0.3% fall. It was also confirmed this morning that the German economy narrowly avoided entering into a recession in Q3, having grown by 0.1% (f'cast -0.1%) in the quarter.

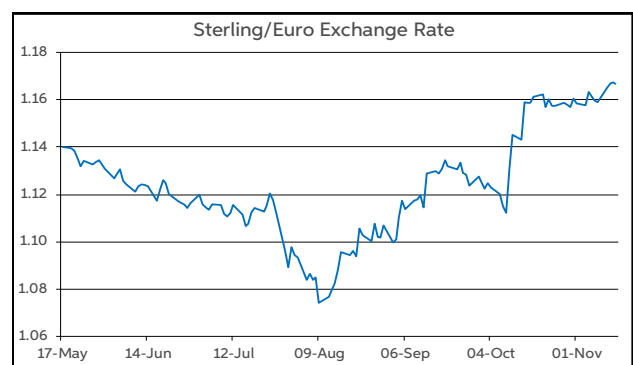
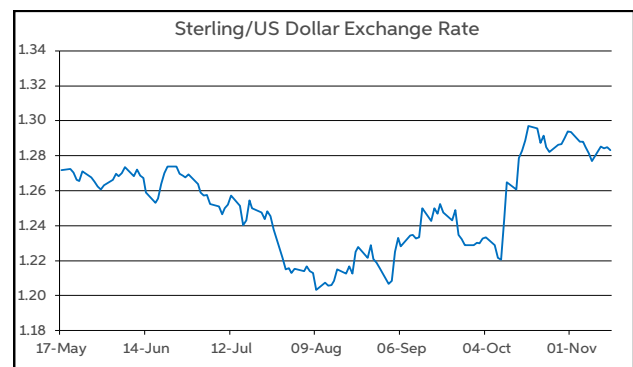
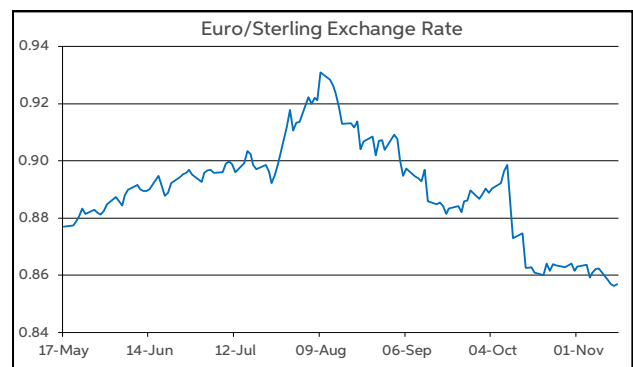
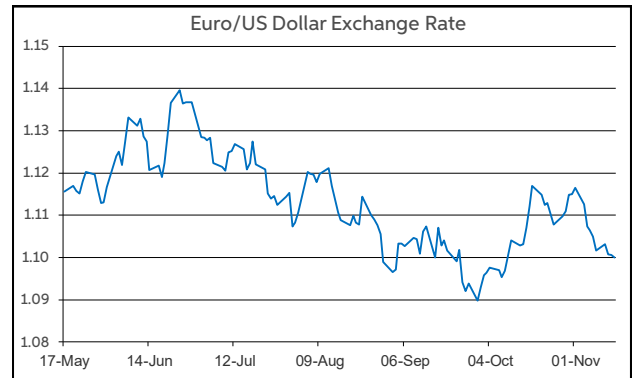
In the UK and the US we got the October reading of CPI. In the former, headline inflation was depressed by lower energy prices (due to Ofgem price cap) and edged down to 1.5% (f'cast 1.6%). In contrast, higher energy prices contributed to an upside surprise in US CPI, with the headline index picking up to 1.8% (f'cast 1.7%).

In level terms, the limited action on FX markets sees the main pairs open this morning broadly unchanged from yesterday's open. EUR/USD is still down at the \$1.10 threshold, while EUR/GBP remains below the 86p mark. Meantime, GBP/USD continues to operate within the lower half of the \$1.28-1.29 trading band.

Elsewhere on financial markets, investors retained their recent cautious tone. At the closing bell on Wall Street last night, the S&P 500 index was essentially flat on the day.

Ahead today, there is a sparse look to the macro schedule. Indeed, one of the few highlights is UK retail sales for October. However, so far this week a raft of UK data has failed to generate any reaction from a sterling viewpoint. This is likely to remain the case today, with the election looming on the horizon.

**John Fahey, Senior Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2018
EUR/USD	1.1002	-0.11	-4.07
EUR/GBP	0.8569	-0.01	-4.62
GBP/USD	1.2834	-0.12	0.60
GBP/EUR	1.1663	0.01	4.84
USD/JPY	108.69	-0.36	-0.79
EUR/JPY	119.58	-0.47	-4.88

\* 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	1.625	1.77	1.91	1.99	1.64	1.63
EUR	0.00	-0.46	-0.40	-0.26	-0.34	-0.22
GBP	0.75	0.71	0.79	0.96	0.81	0.86

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

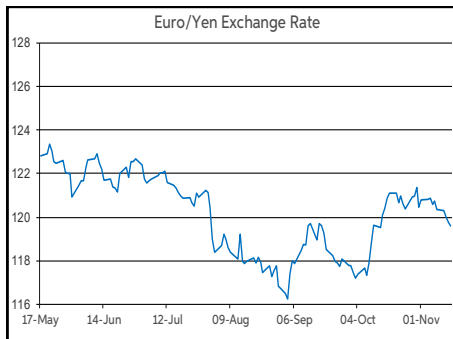
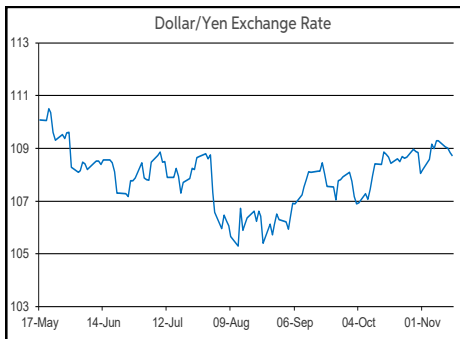
FX Spot	Karl Cooke Shane Gargan Enda Homan	FX Options	Mark Tuite	Reuters Phone	AIB 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
		Equity Options	Gary Luff				

# Opening Levels

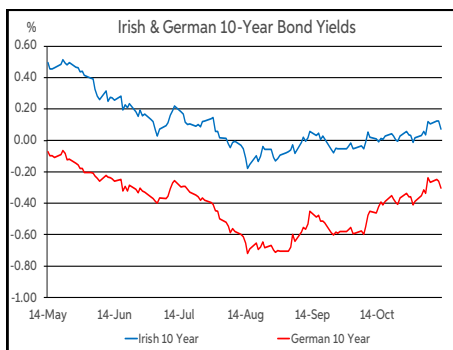
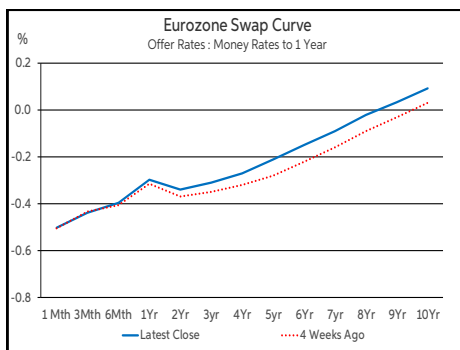
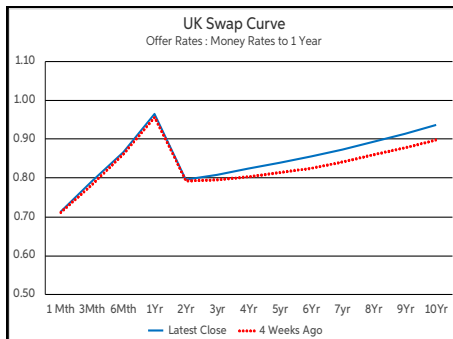
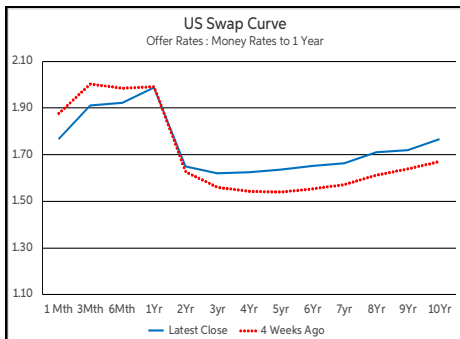
Thursday 14 November 2019  
07:30 am



Euro		Sterling		Dollar	
EUR/GBP	0.8569	GBP/EUR	1.1663	USD/JPY	108.69
EUR/USD	1.1002	GBP/USD	1.2834	USD/CAD	1.3258
EUR/JPY	119.58	GBP/CAD	1.7016	USD/CHF	0.9889
EUR/SEK	10.726	GBP/NZD	2.0067	USD/CNY	7.0206
EUR/DKK	7.4717	GBP/JPY	139.49	USD/BRL	4.1697
EUR/NOK	10.1205	GBP/SEK	12.5134	USD/RUB	64.224
EUR/CHF	1.0881	GBP/DKK	8.7167	USD/INR	71.978
EUR/AUD	1.618	GBP/NOK	11.8036	AUD/USD	0.6796
EUR/HKD	8.6093	GBP/CHF	1.2693	NZD/USD	0.6393
EUR/CAD	1.4586	GBP/AUD	1.8879		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 18
<b>10 Year Yield %</b>				
US	1.89	-4	+15	-79
Germany	-0.31	-5	+9	-54
UK	0.76	-5	+4	-51
Ireland	0.07	-5	+6	N/A
Belgium	-0.01	-4	+10	-77
France	0.01	-4	+15	-69
Italy	1.32	+3	+31	-140
Spain	0.43	+1	+18	-99
Portugal	0.35	-1	+16	-136
Greece	1.37	-0	-1	-293
<b>5 Year Swap %</b>				
US	1.64	-4	+9	-93
Eurozone	-0.21	-2	+7	-44
UK	0.84	-4	+2	-48
<b>2 Year Swap %</b>				
US	1.65	-3	+2	-99
Eurozone	-0.34	-1	+3	-20
UK	0.80	-3	+0	-37
<b>10 Year Government Bond Spreads to Benchmark bps</b>				
Ireland	38	-0	-3	N/A
Belgium	30	+1	+1	-22
France	31	+1	+6	-15
Italy	162	+8	+22	-85
Spain	73	+5	+10	-44
Portugal	65	+3	+7	-82
Greece	167	+4	-10	-239



Commodities				
	% Change			
	Close	Day	4 Weeks	End 18
Brent Oil	62.37	+0.50	+4.96	+15.93
West Texas Oil	56.88	+0.37	+6.48	+25.98
Gold \$	1463.4	+0.41	-1.79	+14.07

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