

## EUR/USD down near to \$1.07

There was a risk averse tone to investor sentiment for much of yesterday. Market concerns over the risk poised to the global economy from an overly aggressive pace of monetary policy tightening combined with worries over the deteriorating Covid situation in China weighed on risk appetite.

The 'risk off' mood was very much in evidence on European equity markets. The Euro Stoxx 50 fell by 2.1%. Meantime, while Wall Street did initially open lower, the S&P 500 managed to recover as the US session progressed, closing last night with a 0.6% gain.

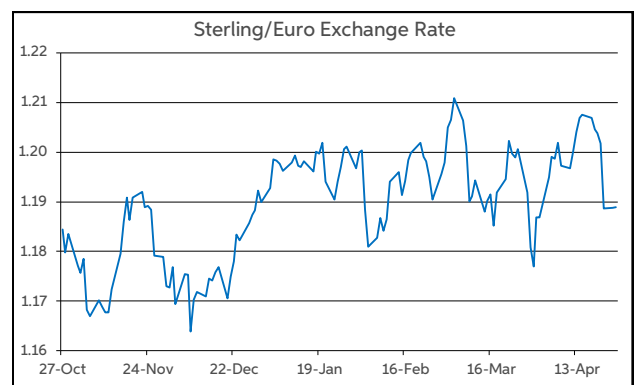
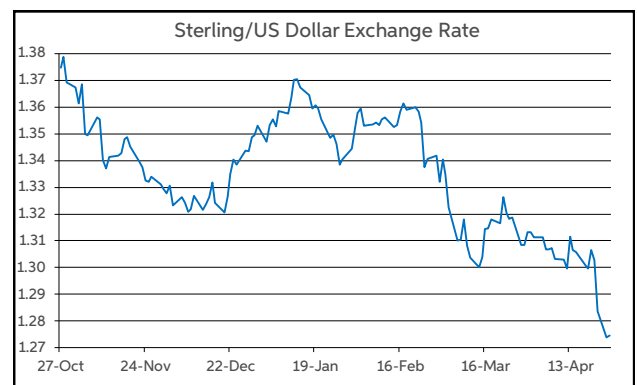
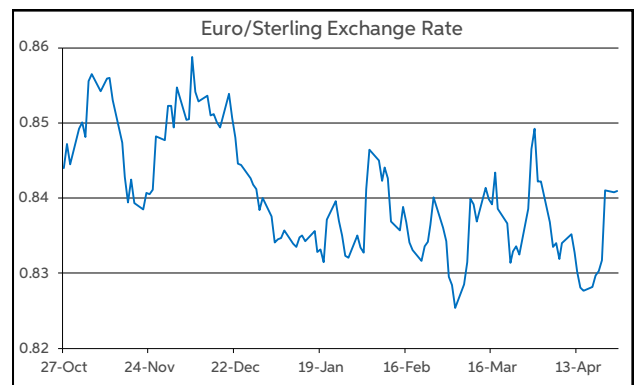
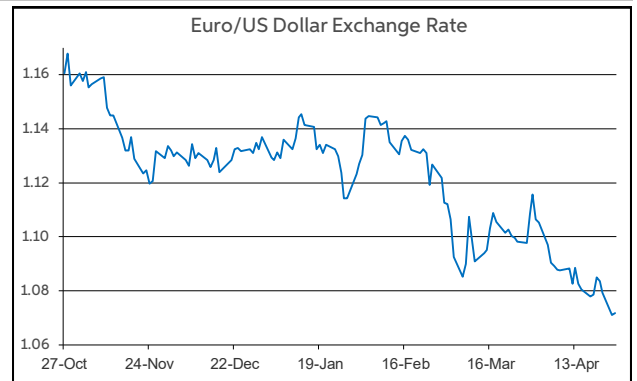
The risk averse tone was also reflected in the action on bond markets. Yields edged back from their recent highs as fixed income markets benefitted from some safe haven demand. This included the US 10-year Treasury yield falling by 9bps.

Currency-wise, the dollar came into yesterday's European open on the front foot amid the risk averse mood to overnight Sunday Asia-Pacific trading. The greenback has remained in the ascendancy over the last 24 hours. EUR/USD has fallen down towards the \$1.07 threshold, briefly testing below this mark yesterday.

At the same time, GBP/USD has been pinned down near to the \$1.27 mark. However, the negative tone to risk appetite has coincided with some reprieve for the yen, with USD/JPY back below ¥128. Elsewhere on the currency front, the moves in EUR/GBP have been less eventful, with the pair confined to a tight range just above 84p.

Ahead today, the main data highlights are from the US diary. This includes durable goods (March) and consumer confidence (April).

**John Fahey, Senior Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2021
EUR/USD	1.0718	-0.50	-5.72
EUR/GBP	0.8407	-0.11	0.08
GBP/USD	1.2745	-0.42	-5.79
GBP/EUR	1.1888	0.11	-0.08
USD/JPY	127.96	-0.43	11.19
EUR/JPY	137.14	-0.96	4.79

\* 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	0.375	0.70	1.22	2.37	2.92	2.95
EUR	0.00	-0.52	-0.43	0.17	0.88	1.33
GBP	0.75	0.93	1.21	2.07	2.44	2.35

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

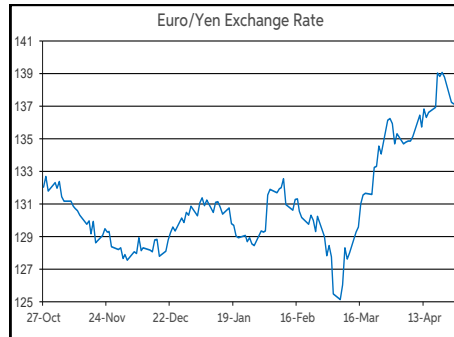
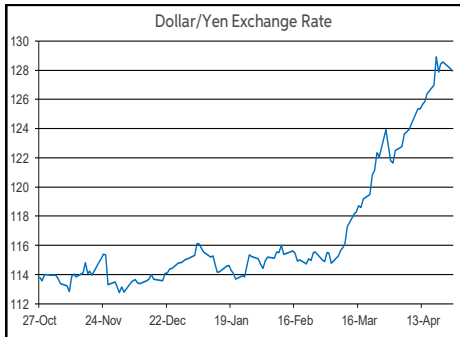
FX Spot	Karl Cooke Shane Gargan Enda Homan	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
		Equity Options	Gary Luff				

# Opening Levels

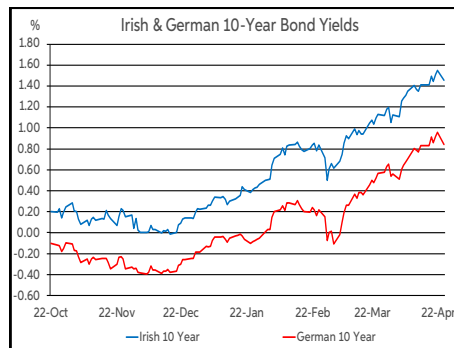
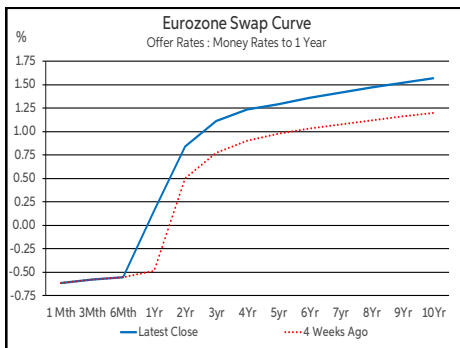
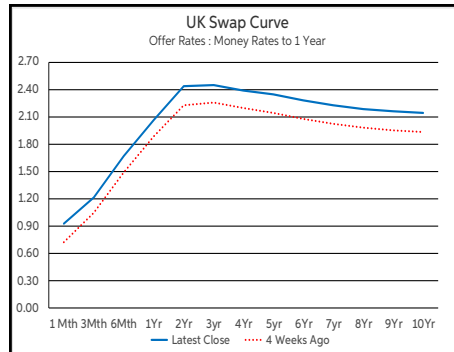
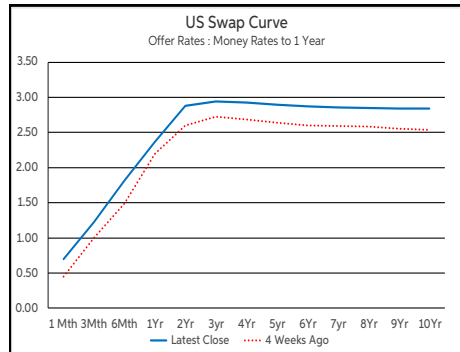
Tuesday 26 April 2022  
07:14 am



Euro		Sterling		Dollar	
EUR/GBP	0.8407	GBP/EUR	1.1889	USD/JPY	127.96
EUR/USD	1.0718	GBP/USD	1.2745	USD/CAD	1.2699
EUR/JPY	137.16	GBP/CAD	1.6188	USD/CHF	0.959
EUR/SEK	10.4055	GBP/NZD	1.9203	USD/CNY	6.5373
EUR/DKK	7.439	GBP/JPY	163.1	USD/BRL	4.8772
EUR/NOK	9.7546	GBP/SEK	12.3705	USD/RUB	73.721
EUR/CHF	1.0279	GBP/DKK	8.8444	USD/INR	76.4925
EUR/AUD	1.4859	GBP/NOK	11.5935	AUD/USD	0.7213
EUR/HKD	8.4097	GBP/CHF	1.2226	NZD/USD	0.6635
EUR/CAD	1.3613	GBP/AUD	1.7669		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 21
<b>10 Year Yield %</b>				
US	2.82	-9	+35	+131
Germany	0.85	-12	+27	+103
UK	1.84	-13	+22	+87
<b>5 Year Swap %</b>				
US	2.89	-6	+29	+156
Eurozone	1.29	-14	+33	+128
UK	2.35	-13	+21	+107
<b>2 Year Swap %</b>				
US	2.88	-3	+32	+194
Eurozone	0.84	-8	+35	+114
UK	2.44	-12	+21	+125
<b>10 Year Government Bond Spreads to Benchmark bps</b>				
Ireland	62	+1	+6	+19
Belgium	51	+0	+7	+16
France	46	-0	+4	+9
Italy	173	+2	+20	+36
Spain	98	-0	+11	+20
Portugal	105	+2	+28	+39
Greece	210	+19	-15	+61



Commodities				
	Close	% Change		
		Day	4 Weeks	End 21
Brent Oil	102.32	-4.06	-9.03	+31.55
West Texas Oil	99.6	-3.17	-7.39	+32.22
Gold \$	1897.7	-1.66	-1.33	+3.79

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