

Summer doldrums in markets

There was a fairly quiet start to the week on financial markets yesterday, which included a mixed tone to risk appetite. In Europe, the Euro Stoxx 50 was 0.9% higher. Meanwhile, at the closing bell on Wall Street last night, the S&P 500 was marginally lower on the day (-0.1%). On bond markets, yields were between 2-10bps lower. The 10-Year US Treasury yield fell below the 2.8% level.

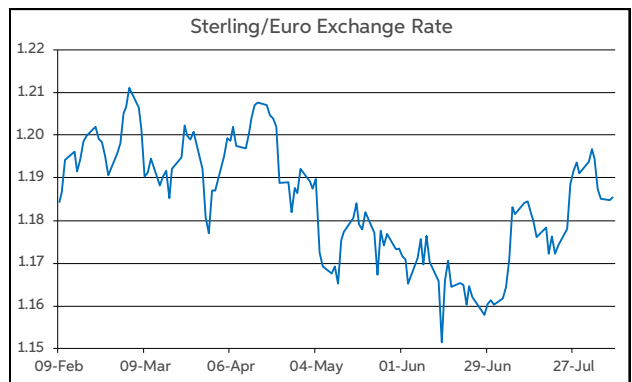
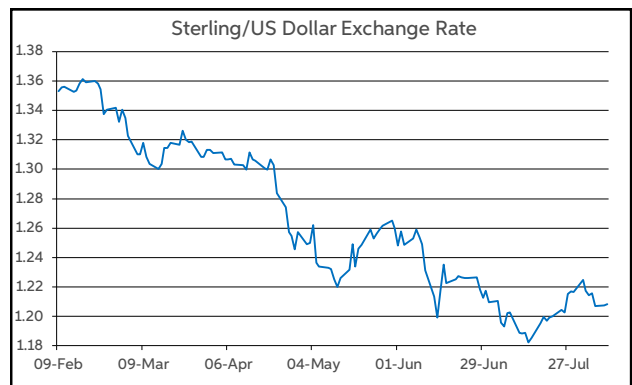
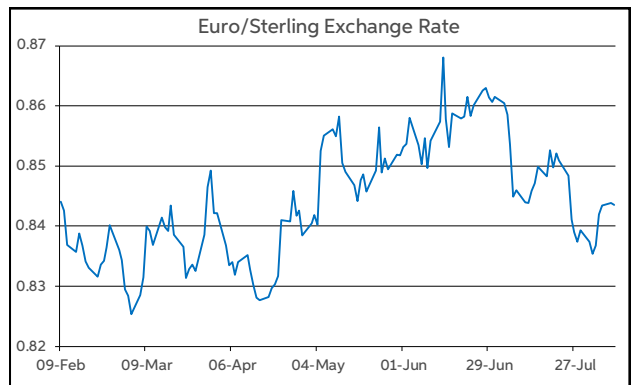
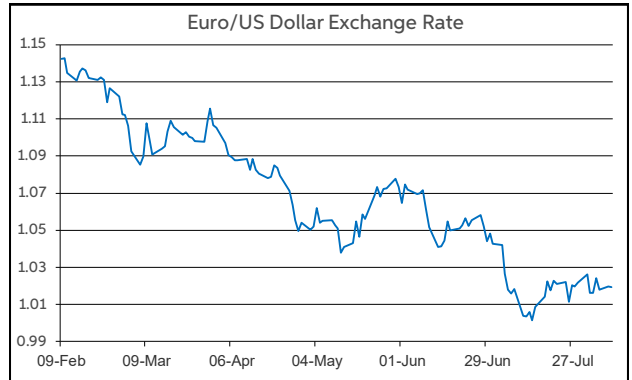
The data calendar was very quiet on both sides of the Atlantic, with no major tier one type releases due. Indeed, the only data of any note was the Eurozone Sentix survey of investor sentiment for August, which printed slightly below expectations.

Currency-wise, the action was uneventful against this backdrop of a sparse data calendar and a mixed tone to investor sentiment. This was evident in the majors being confined to narrow trading ranges throughout the day. This pattern has continued in overnight trading. Of the limited action to register, the euro has managed to edge slightly high over the past 24 hours.

As trading gets underway this morning, EUR/USD opens back up at the \$1.02 threshold. Meanwhile, EUR/GBP is changing hands near to the midpoint of the 84-85p band. Elsewhere, on the currency front, similar to yesterday's open, cable (GBP/USD) is trading in the upper half of \$1.20-1.21.

Looking ahead to today, the macro diary is once again sparse. The main release is the NFIB measure of US small business optimism for July, which is not likely to be a dial mover for the dollar. As a result, it could be another day of narrow range trading for the main FX pairs.

John Fahey, Senior Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2021
EUR/USD	1.0201	0.17	-10.27
EUR/GBP	0.8446	0.15	0.55
GBP/USD	1.2075	-0.01	-10.75
GBP/EUR	1.1832	-0.15	-0.54
USD/JPY	135.12	-0.10	17.41
EUR/JPY	137.87	0.08	5.35

* 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	2.375	2.39	2.91	3.62	3.47	2.96
EUR	0.50	-0.04	0.28	1.07	1.32	1.55
GBP	1.75	1.72	2.10	2.89	3.00	2.65

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

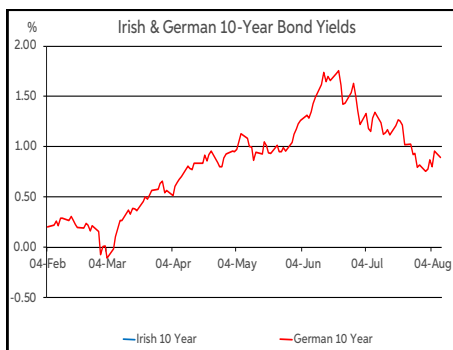
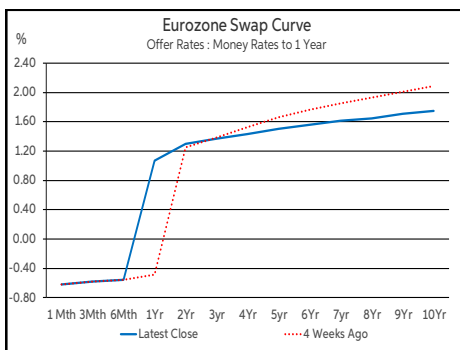
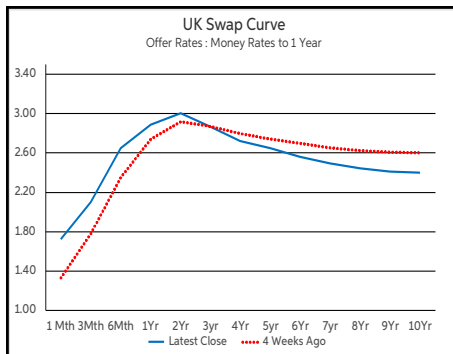
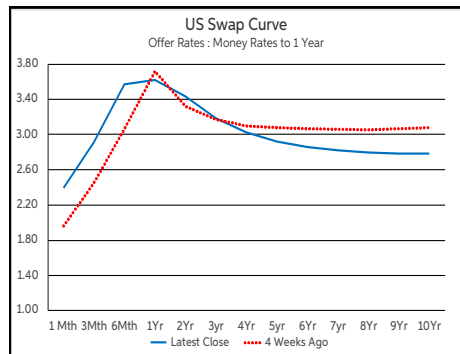
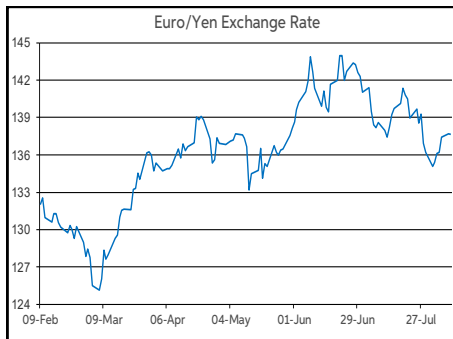
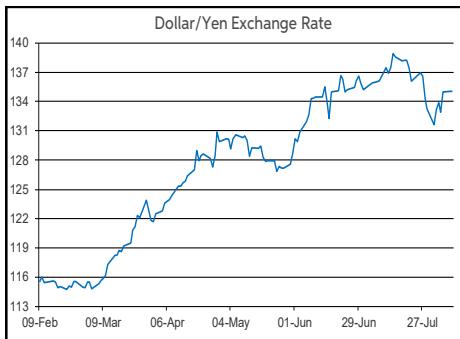
FX Spot	Karl Cooke Shane Gargan Ian Burke	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
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Opening Levels

Tuesday 09 August 2022
07:24 am



Euro		Sterling		Dollar	
EUR/GBP	0.8447	GBP/EUR	1.1832	USD/JPY	135.11
EUR/USD	1.0201	GBP/USD	1.2075	USD/CAD	1.2865
EUR/JPY	137.86	GBP/CAD	1.5537	USD/CHF	0.9547
EUR/SEK	10.3498	GBP/NZD	1.9251	USD/CNY	6.7539
EUR/DKK	7.4406	GBP/JPY	163.15	USD/BRL	5.111
EUR/NOK	9.9291	GBP/SEK	12.2471	USD/RUB	60.8
EUR/CHF	0.9739	GBP/DKK	8.8054	USD/INR	79.624
EUR/AUD	1.4645	GBP/NOK	11.7461	AUD/USD	0.6965
EUR/HKD	8.0087	GBP/CHF	1.1527	NZD/USD	0.627
EUR/CAD	1.3126	GBP/AUD	1.7334		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 21
10 Year Yield %				
US	2.75	-8	-24	+124
Germany	0.90	-6	-35	+108
UK	1.95	-10	-23	+98
Ireland	0.00	+0	-182	-25
Belgium	1.47	-6	-41	+130
France	0.00	+0	-178	-19
Italy	0.00	+0	-330	-119
Spain	2.00	-4	-34	+140
Portugal	1.93	-4	-42	+144
Greece	3.08	+9	-54	+177
5 Year Swap %				
US	2.92	-5	-12	+158
Eurozone	1.50	-5	-15	+149
UK	2.64	-7	-9	+137
2 Year Swap %				
US	3.43	-2	+15	+249
Eurozone	1.30	-2	+6	+160
UK	3.00	-4	+9	+181
10 Year Government Bond Spreads to Benchmark bps				
Ireland	-90	+6	-147	-133
Belgium	58	+1	-6	+22
France	-90	+6	-142	-127
Italy	-90	+6	-295	-226
Spain	110	+2	+1	+33
Portugal	103	+2	-7	+37
Greece	219	+16	-19	+69

Commodities				
	% Change			
	Close	Day	4 Weeks	End 21
Brent Oil	96.65	+1.82	-9.76	+24.26
West Texas Oil	91.77	+0.53	-13.50	+21.82
Gold \$	1788.5	+0.81	+3.16	-2.18

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