

EUR/USD below \$1.01

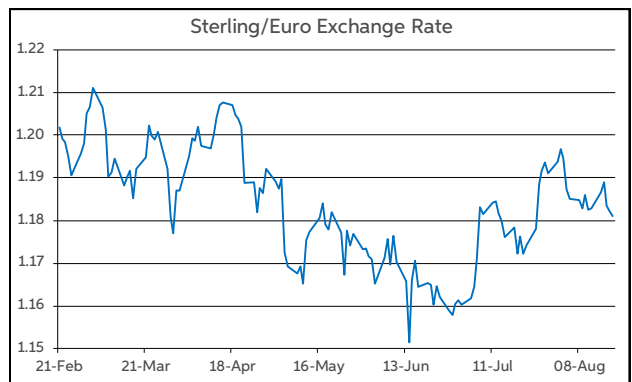
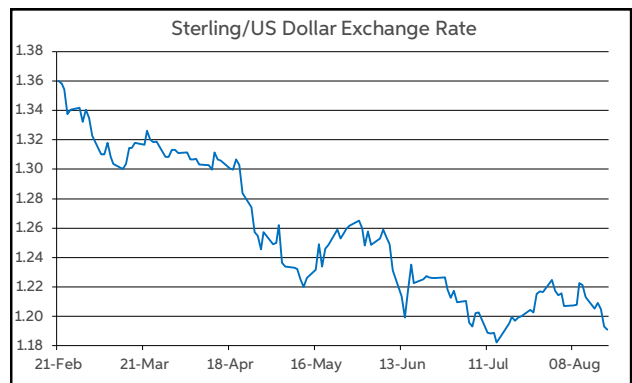
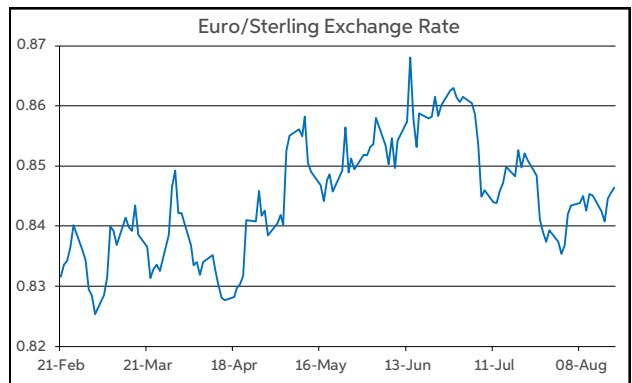
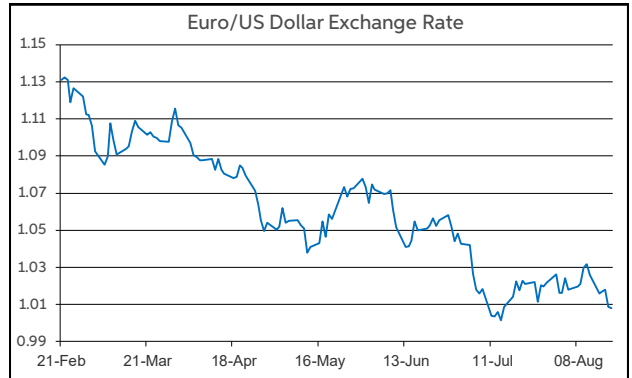
Compared to the previous day, when bond yields rose sharply amid a hardening in European rate expectations, the action on fixed income markets yesterday was much less eventful. The benchmark sovereign 10-year yields were only 2-3bps changed on the day. Meanwhile, investor sentiment was holding a cautious tone. This was reflected in most of the main equity indices being in a sideways trading pattern for much of their respective sessions. At the closing bell last night on Wall Street, the S&P 500 index was modestly higher on the day.

Data-wise, it was another busy day of releases from the US macro diary. Once again, the results were mixed. The regional Philly Fed survey of manufacturing for August printed ahead of expectations. Meanwhile, existing homes sales figures for July came in below expectations and follows a raft of other housing market metrics that are suggesting a significant slowdown is underway in the residential sector.

From a currency viewpoint, the data did not appear to generate much of a reaction. However, the dollar continued to hold the upper hand amid the subdued nature to risk appetite as well as being supported by some hawkish Fed comments. In level terms, this is reflected in EUR/USD opening this morning below the \$1.01 threshold. Meantime, GBP/USD has fallen under the \$1.20 mark to trade near to \$1.19, while USD/JPY is above ¥136. Elsewhere, on the currency front, EUR/GBP has continued to trade in a tight range near to the midpoint of 84-85p over the past 24 hours.

We have already got today's main data highlight with the early morning release of UK retail sales for July. The headline number registered a better than expected +0.3 m/m (vs. f'cast for -0.2%).

John Fahey, Senior Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2021
EUR/USD	1.0083	-0.81	-11.30
EUR/GBP	0.8464	0.25	0.76
GBP/USD	1.1909	-1.07	-11.97
GBP/EUR	1.1807	-0.25	-0.76
USD/JPY	136.26	0.88	18.40
EUR/JPY	137.4	0.06	4.99

* 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	2.37	2.98	3.67	3.59	3.09
EUR	0.50	-0.01	0.35	1.27	1.65	1.80
GBP	1.75	1.79	2.29	3.48	3.61	3.16

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

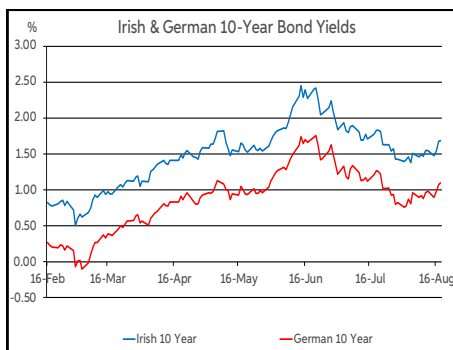
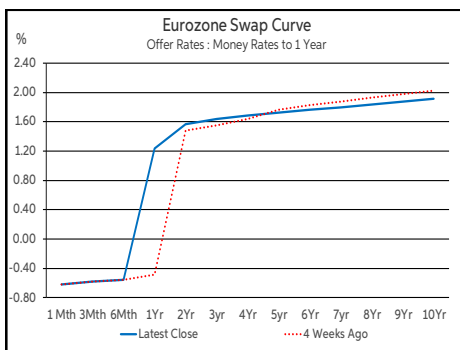
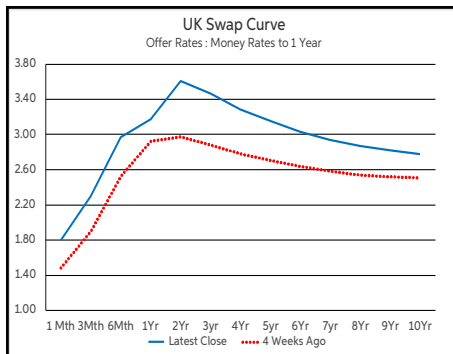
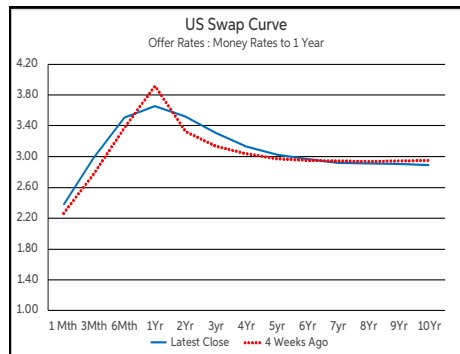
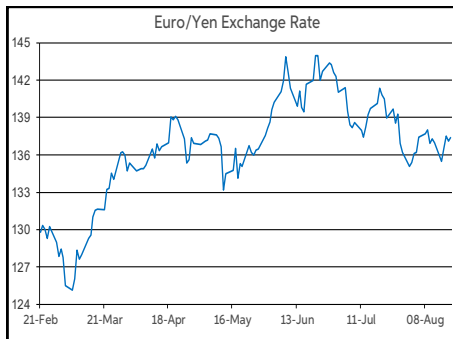
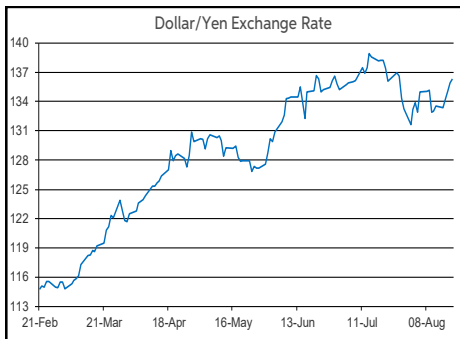
FX Spot	Karl Cooke Shane Gargan Ian Burke	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
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Opening Levels

Friday 19 August 2022
07:22 am



Euro		Sterling		Dollar	
EUR/GBP	0.8464	GBP/EUR	1.1807	USD/JPY	136.26
EUR/USD	1.0083	GBP/USD	1.1909	USD/CAD	1.296
EUR/JPY	137.4	GBP/CAD	1.5437	USD/CHF	0.958
EUR/SEK	10.6069	GBP/NZD	1.9079	USD/CNY	6.8058
EUR/DKK	7.4371	GBP/JPY	162.27	USD/BRL	5.168
EUR/NOK	9.8291	GBP/SEK	12.5246	USD/RUB	59.6
EUR/CHF	0.9661	GBP/DKK	8.7822	USD/INR	79.75
EUR/AUD	1.4577	GBP/NOK	11.6089		
EUR/HKD	7.9126	GBP/CHF	1.1409	AUD/USD	0.6916
EUR/CAD	1.307	GBP/AUD	1.7217	NZD/USD	0.624



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 21
10 Year Yield %				
US	2.89	-2	+0	+137
Germany	1.10	+2	-12	+128
UK	2.32	+3	+27	+135
5 Year Swap %				
US	3.02	-3	+9	+169
Eurozone	1.73	+6	-3	+171
UK	3.15	+6	+45	+188
2 Year Swap %				
US	3.52	-5	+23	+258
Eurozone	1.57	+5	+10	+187
UK	3.61	+4	+64	+241
10 Year Government Bond Spreads to Benchmark bps				
Ireland	62	-0	-3	+19
Belgium	62	-1	-0	+26
France	58	+0	-1	+21
Italy	223	-1	-18	+86
Spain	115	+0	-12	+37
Portugal	107	+1	-13	+40
Greece	244	+1	+3	+95

Commodities				
	% Change			
	Close	Day	4 Weeks	End 21
Brent Oil	96.59	+3.14	-7.00	+24.18
West Texas Oil	93.2	+2.59	-5.32	+23.72
Gold \$	1758.2	-0.16	+2.31	-3.84

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