

Dollar remains under pressure

Trading conditions on financial markets were somewhat choppy yesterday, as investors continued to digest the Fed policy decision less than 24 hours earlier. On equity markets, European shares outperformed, with the Euro Stoxx 50 rising by 0.8%. On Wall Street though, the S&P 500 rose into the close, to register a 0.2% gain. Meanwhile, on bond markets, benchmark sovereign yields declined by 1-3bps along the curve. Elsewhere, oil prices shed circa 1.5%, with Brent crude now near \$61 per barrel.

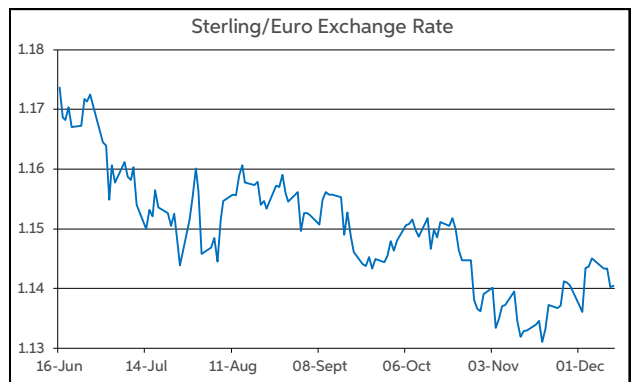
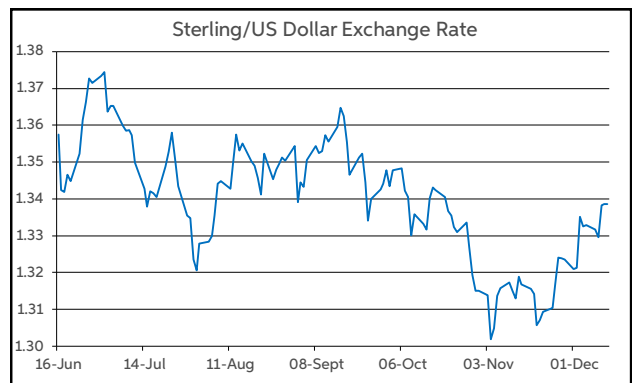
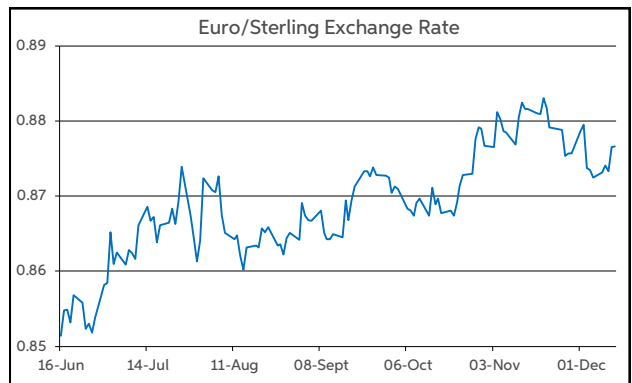
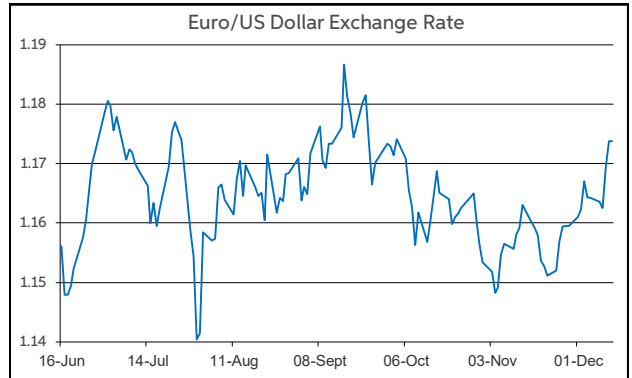
Data-wise, the latest US weekly initial jobless claims printed well above the consensus, rising to 236k compared to 220k forecast. However, the data remain heavily impacted by the Thanksgiving holiday the week prior.

On the currency front, the dollar remained on the defensive throughout the European session. The Fed policy decision and the deteriorating weekly jobless claims data weighed on the greenback. However, the dollar recouped some of its losses overnight. Elsewhere, the euro was holding a slightly firmer tone

In level terms, EUR/USD opens this morning up above the \$1.17 mark. GBP/USD is in the top half of the \$1.33-1.34 range. USD/JPY is changing hands close to the midpoint of the ¥155-156 corridor. Meantime, EUR/GBP is operating above the midpoint of the 87-88p trading band.

Already this morning, the monthly reading of UK GDP for October has been released. GDP contracted by 0.1% m/m, below the consensus for a 0.1% m/m increase. Meanwhile, UK industrial production rose by 1.1% m/m in October (vs. +0.7% m/m, f'cast). Sterling has been under some marginal downward pressure following the release. The remainder of today's macro calendar is relatively sparse.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2024
EUR/USD	1.1738	0.45	13.38
EUR/GBP	0.8766	0.26	5.96
GBP/USD	1.3386	0.19	6.99
GBP/EUR	1.1403	-0.26	-5.62
USD/JPY	155.6	-0.29	-1.01
EUR/JPY	182.66	0.16	12.23

* 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	3.63	3.74	3.70	3.48	3.62	3.72
EUR	2.00	1.91	2.08	2.21	2.32	2.60
GBP	4.00	3.78	3.74	3.58	3.78	3.93

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

FX Spot	Karl Cooke Shane Gargan	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 12 December 2025
07:56 am



Euro

EUR/GBP	0.8766
EUR/USD	1.1738
EUR/JPY	182.66
EUR/SEK	10.8529
EUR/DKK	7.4693
EUR/NOK	11.8097
EUR/CHF	0.9328
EUR/AUD	1.7595
EUR/HKD	9.1377
EUR/CAD	1.6158

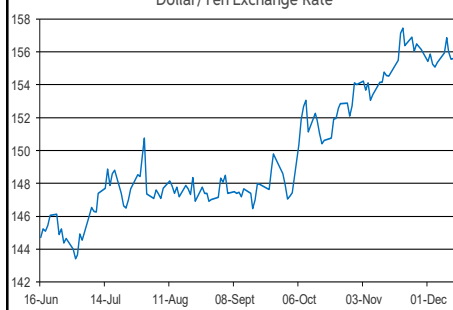
Sterling

GBP/EUR	1.1403
GBP/USD	1.3386
GBP/CAD	1.8424
GBP/NZD	2.3014
GBP/JPY	208.29
GBP/SEK	12.3754
GBP/DKK	8.5164
GBP/NOK	13.464
GBP/CHF	1.0636
GBP/AUD	2.0066

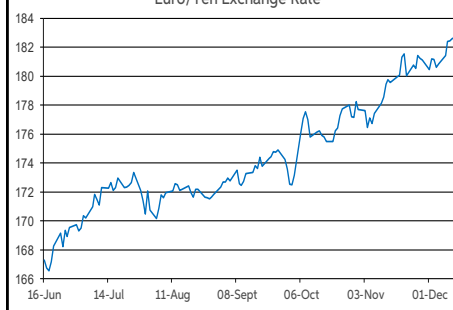
Dollar

USD/JPY	155.6
USD/CAD	1.3766
USD/CHF	0.7946
USD/CNY	7.055
USD/BRL	5.4053
USD/RUB	79.6
USD/INR	90.378
AUD/USD	0.6668
NZD/USD	0.5813

Dollar/Yen Exchange Rate

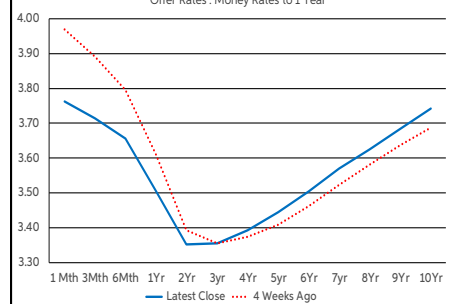


Euro/Yen Exchange Rate



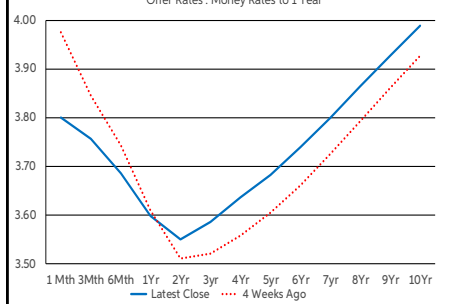
US Swap Curve

Offer Rates: Money Rates to 1 Year



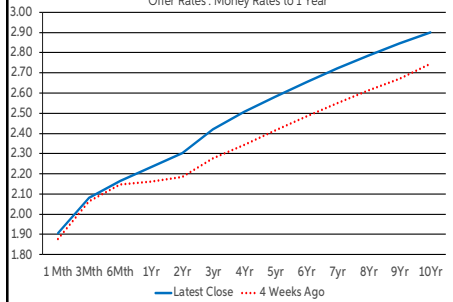
UK Swap Curve

Offer Rates: Money Rates to 1 Year

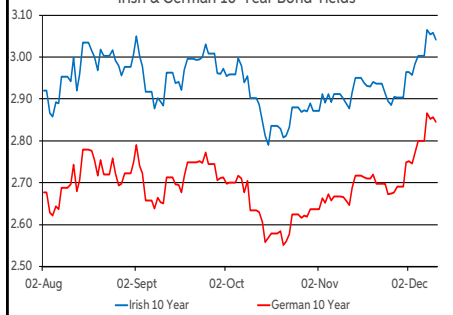


Eurozone Swap Curve

Offer Rates: Money Rates to 1 Year



Irish & German 10-Year Bond Yields



Debt Markets

	Close	Change bps		
		Day	4 Weeks	End 24
10 Year Yield %				
US	4.14	-2	+2	-44
Germany	2.85	-1	+16	+48
UK	4.49	-2	+5	-9
Ireland	3.04	-2	+13	+39
Belgium	3.34	-3	+13	+35
France	3.56	-2	+14	+36
Italy	3.53	-3	+11	+1
Spain	3.29	-2	+11	+23
Portugal	3.16	-3	+13	+31
Greece	3.47	-3	+15	+22
5 Year Swap %				
US	3.70	+1	+5	-59
Eurozone	2.57	-2	+17	+33
UK	3.94	-3	+8	-35
2 Year Swap %				
US	3.62	+1	-2	-71
Eurozone	2.30	-2	+12	+11
UK	3.79	-3	+4	-69
10 Year Government Bond Spreads to Benchmark bps				
Ireland	20	-1	-3	-9
Belgium	49	-2	-2	-13
France	71	-1	-2	-12
Italy	69	-2	-5	-47
Spain	45	-1	-5	-25
Portugal	32	-2	-3	-17
Greece	63	-2	-1	-26

Commodities

	% Change			
	Close	Day	4 Weeks	End 24
Brent Oil	61.28	-1.49	-2.75	-17.90
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	4283.0	+1.30	+2.68	+63.24

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