

Summer feel to markets

The action across most of the main asset classes yesterday was reflective of the time of year. There was a 'summer type lull' to trading conditions, with the price action in markets in sideways mode for much of the day. This included all the main currency pairs remaining within very narrow ranges.

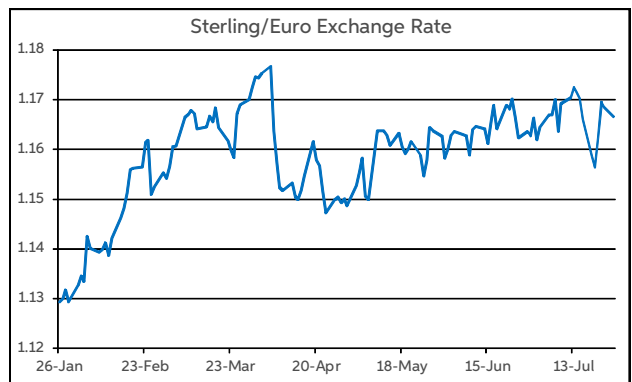
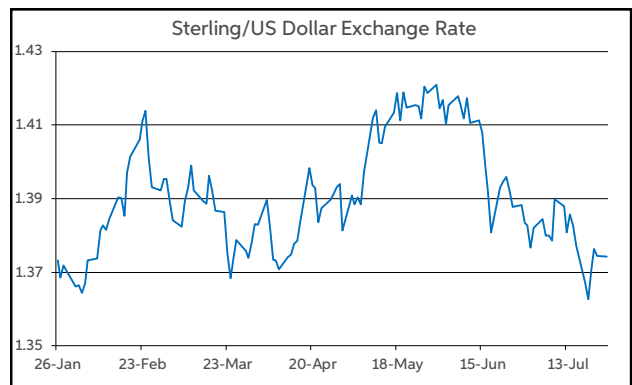
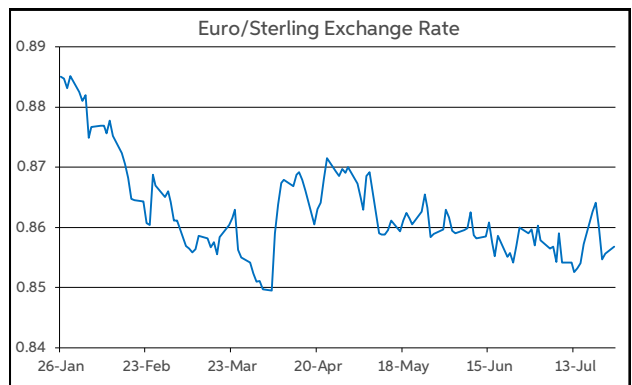
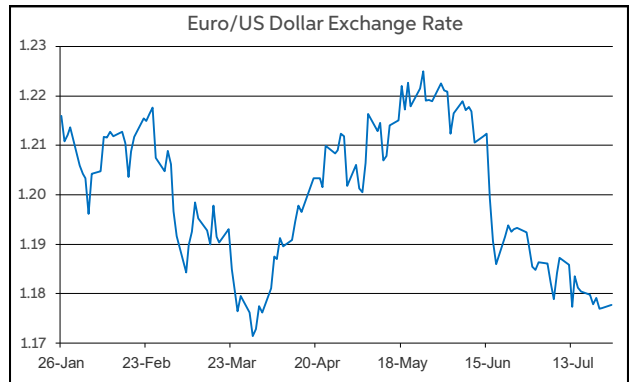
Data-wise, there was some important releases from the US and Eurozone economies. In the US, we got the first estimate of Q2 GDP. Its missed to the downside of expectations with growth printing at a 6.5% annualised rate (from 6.3% in Q1) below the consensus forecast of 8.5%. However, a key part of the downside surprise was due to inventories, which is likely to reverse in Q3.

Meanwhile, in the Eurozone, the headline EC economic sentiment index rose to its highest level on record, with a reading of 119 (from 117.9), which was also above expectations (117.9). This survey combined with the recent PMIs indicate a strong start to Q3 and augurs well for robust GDP growth in the quarter.

As trading gets underway this morning on the currency front, the opening levels show that the main pairs are showing little change over the last 24 hours. EUR/USD has edged higher into the upper half of the \$1.18-1.19 band. Meanwhile, EUR/GBP continues to be pinned down near to the 85p threshold. Elsewhere, GBP/USD is changing hands at the midpoint of \$1.39-1.40.

Ahead today, Q2 GDP data continues to feature. Eurozone GDP is forecast to rise by 1.5% in Q2, following a mild -0.3% contraction in Q1. We also get flash reading of Eurozone inflation for July, with the headline rate expected to rise to 2.0% from 1.9%. In the US, personal income/consumption figures are the main highlight.

John Fahey, Senior Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2020
EUR/USD	1.1882	0.30	-2.71
EUR/GBP	0.8521	0.20	-4.65
GBP/USD	1.3945	0.10	1.99
GBP/EUR	1.1732	-0.20	4.88
USD/JPY	109.55	0.10	6.11
EUR/JPY	130.19	-0.10	3.19

* 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	0.125	0.10	0.13	0.14	0.29	0.80
EUR	0.00	-0.56	-0.55	-0.54	-0.48	-0.34
GBP	0.10	0.05	0.07	0.24	0.44	0.68

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

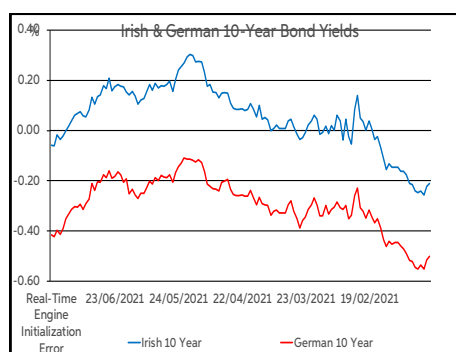
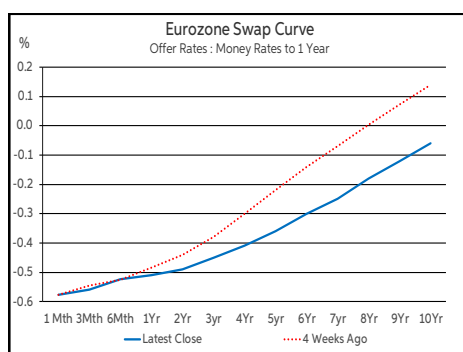
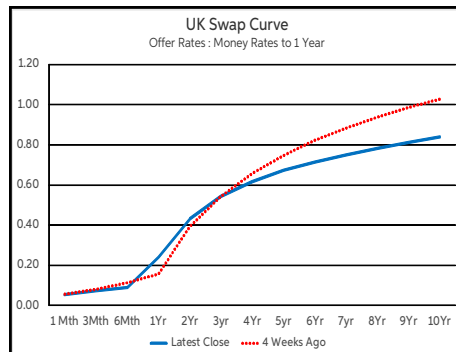
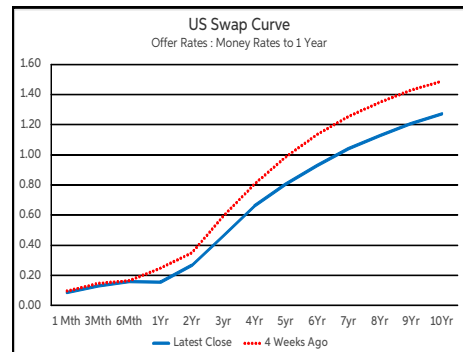
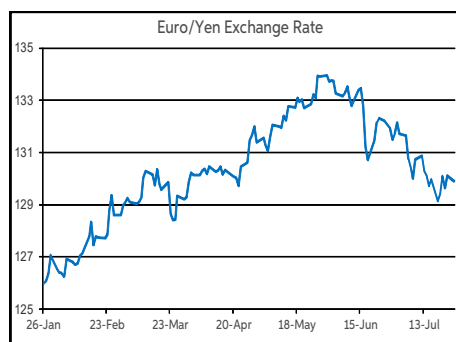
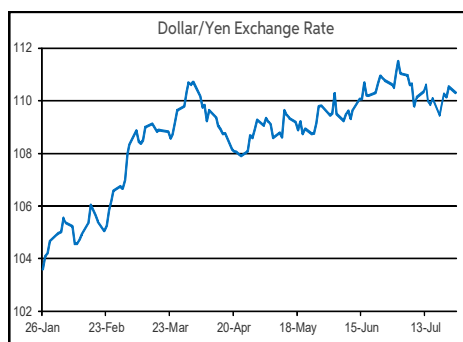
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		Equity Options	Gary Luff				

Opening Levels

Friday 30 July 2021
07:41 am



Euro		Sterling		Dollar	
EUR/GBP	0.852	GBP/EUR	1.1734	USD/JPY	109.55
EUR/USD	1.1879	GBP/USD	1.3944	USD/CAD	1.245
EUR/JPY	130.17	GBP/CAD	1.7356	USD/CHF	0.9072
EUR/SEK	10.1824	GBP/NZD	1.9935	USD/CNY	6.4628
EUR/DKK	7.4374	GBP/JPY	152.76	USD/BRL	5.0812
EUR/NOK	10.4324	GBP/SEK	11.947	USD/RUB	73.3662
EUR/CHF	1.078	GBP/DKK	8.7272	USD/INR	74.388
EUR/AUD	1.61	GBP/NOK	12.2394	AUD/USD	0.7376
EUR/HKD	9.2342	GBP/CHF	1.2648	NZD/USD	0.6992
EUR/CAD	1.479	GBP/AUD	1.8897		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 20
10 Year Yield %				
US	1.28	+0	-24	+36
Germany	-0.41	+1	-26	+16
UK	0.59	+2	-20	+39
Ireland	-0.02	+0	-27	+28
Belgium	-0.11	+0	-28	+28
France	-0.09	-0	-28	+26
Italy	0.63	-2	-29	+11
Spain	0.28	-1	-20	+22
Portugal	0.20	-1	-27	+14
Greece	0.66	-1	-18	+3
5 Year Swap %				
US	0.81	+2	-15	+38
Eurozone	-0.36	-1	-13	+10
UK	0.67	+1	-7	+48
2 Year Swap %				
US	0.27	-0	-5	+8
Eurozone	-0.49	-1	-4	+4
UK	0.43	+0	+5	+40
10 Year Government Bond Spreads to Benchmark bps				
Ireland	39	-1	-1	+12
Belgium	31	-1	-2	+12
France	33	-1	-3	+9
Italy	104	-3	-4	-5
Spain	69	-2	+5	+6
Portugal	61	-2	-1	-2
Greece	107	-2	+7	-13

Commodities				
	% Change			
	Close	Day	4 Weeks	End 20
Brent Oil	74.1	+0.42	-2.73	+43.05
West Texas Oil	72.24	+0.12	-2.65	+49.41
Gold \$	1801.3	-0.30	+1.18	-5.02

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