

EC sentiment indices due today

There was a mixed tone to investor sentiment yesterday, reflecting concerns regarding the delta variant of Covid-19. On equity markets, the Euro Stoxx 50 shed 0.7%, while at the close on Wall Street, the S&P 500 finished near to flat for the day.

On bond markets, benchmark longer dated sovereign yields edged slightly lower. Currency-wise, the main pairs traded in very narrow ranges over the past 24 hours. A barren macro schedule likely contributed to the lack lustre price action on the exchanges.

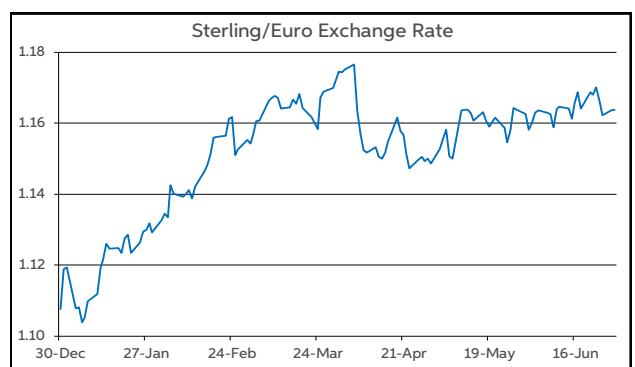
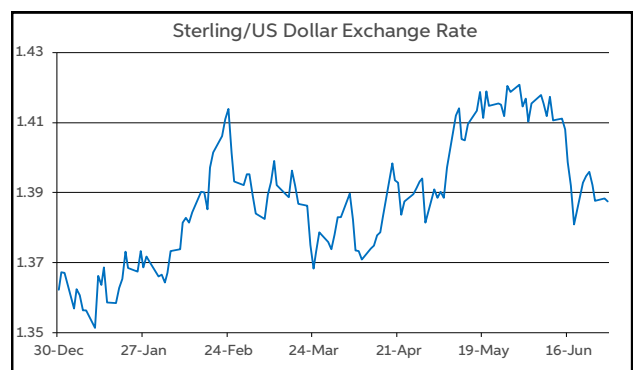
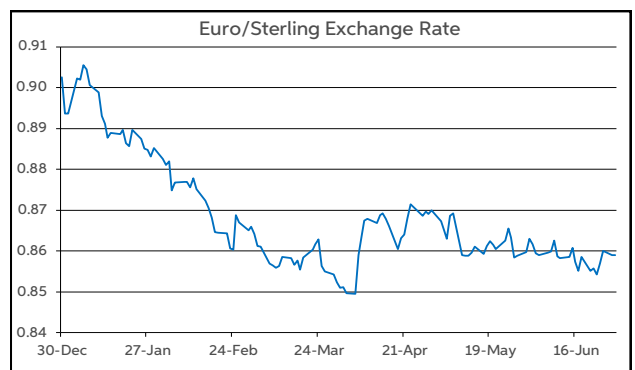
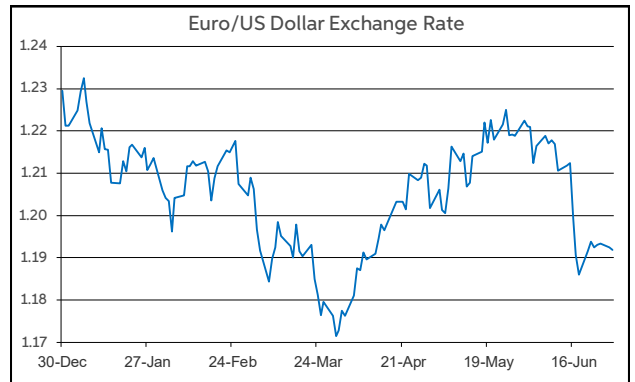
Elsewhere, reports suggest the EU and UK are moving towards an agreement that would postpone the imposition of restrictions on chilled meats from Great Britain going on sale in Northern Ireland. However, tensions between the EU and UK will likely remain, especially regarding the Northern Ireland Protocol.

Meanwhile, the main FX pairs open at almost identical levels to yesterday. This is reflected in EUR/USD starting today in the bottom half of the \$1.19-1.20 range. EUR/GBP is changing hands just near to 86p, and GBP/USD is operating between \$1.38-1.39.

Turning to the day ahead, the EC sentiment indices (June) are due. The consensus is for the indices to move higher, reflecting the improving economic conditions across the bloc. Meantime, German inflation is projected to edge lower to 2.1% from 2.4%, as the impact from base effects eases slightly.

In the US, the Conference Board Measure of Consumer Confidence is set rise in June. However, barring any major surprises, the data may not impact currency markets. Thus, range trading may be in store once again today.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2020
EUR/USD	1.1917	-0.03	-2.42
EUR/GBP	0.8589	0.08	-3.89
GBP/USD	1.3871	-0.14	1.45
GBP/EUR	1.1638	-0.08	4.05
USD/JPY	110.61	-0.04	7.14
EUR/JPY	131.8	-0.08	4.47

* v Previous Day's European Open
See Next Page for More Rates

Opening Interest Rates						
		Money Market		Swap Rates		
	Base Rate	1-Mth	3-Mth	1-Yr	2-Yr	5-Yr
USD	0.125	0.10	0.15	0.17	0.34	0.98
EUR	0.00	-0.56	-0.54	-0.50	-0.45	-0.24
GBP	0.10	0.06	0.08	0.16	0.39	0.72

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

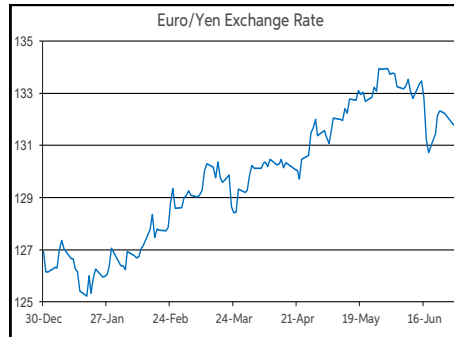
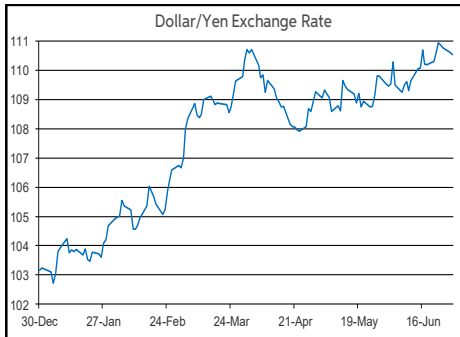
FX Spot	Karl Cooke Shane Gargan Enda Homan	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
		Equity Options	Gary Luff				

Opening Levels

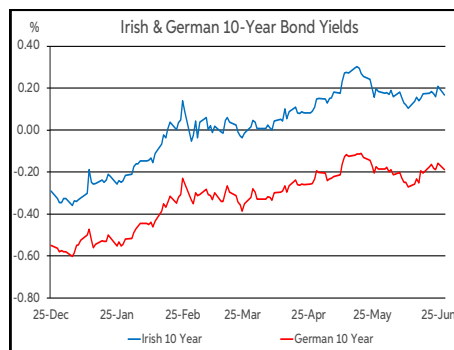
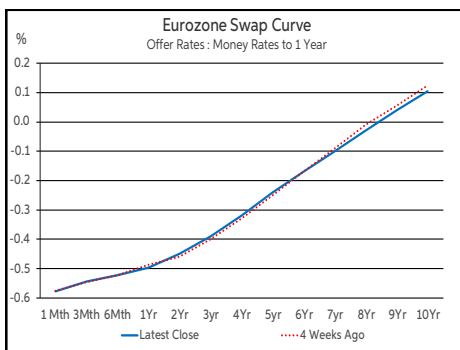
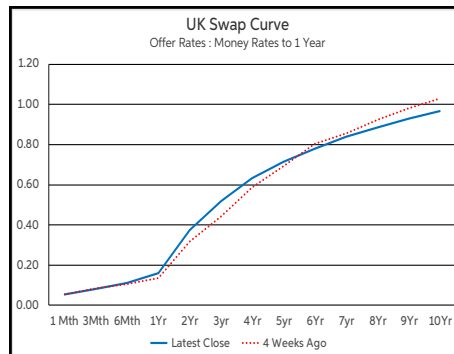
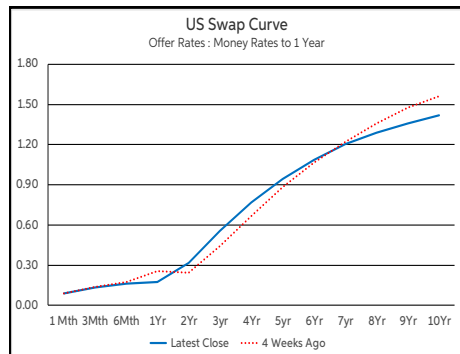
Tuesday 29 June 2021
07:15 am



Euro		Sterling		Dollar	
EUR/GBP	0.8589	GBP/EUR	1.1638	USD/JPY	110.61
EUR/USD	1.1917	GBP/USD	1.3871	USD/CAD	1.234
EUR/JPY	131.8	GBP/CAD	1.711	USD/CHF	0.9197
EUR/SEK	10.1462	GBP/NZD	1.9728	USD/CNY	6.4575
EUR/DKK	7.4362	GBP/JPY	153.43	USD/BRL	4.9244
EUR/NOK	10.163	GBP/SEK	11.8043	USD/RUB	72.231
EUR/CHF	1.0961	GBP/DKK	8.6539	USD/INR	74.205
EUR/AUD	1.5763	GBP/NOK	11.8253	AUD/USD	0.7558
EUR/HKD	9.2494	GBP/CHF	1.276	NZD/USD	0.7029
EUR/CAD	1.4706	GBP/AUD	1.8348		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 20
10 Year Yield %				
US	1.48	-4	-10	+57
Germany	-0.19	-3	-0	+39
UK	0.72	-6	-7	+53
Ireland				
Ireland	0.20	-4	-1	+51
Belgium	0.14	-4	-1	+52
France	0.16	-4	-1	+50
Italy	0.88	-5	-4	+36
Spain	0.45	-3	-2	+40
Portugal	0.43	-4	-4	+37
Greece	0.84	+0	+1	+21
5 Year Swap %				
US	0.94	-1	+9	+52
Eurozone	-0.24	-1	+2	+22
UK	0.72	-3	+3	+53
2 Year Swap %				
US	0.32	-0	+10	+12
Eurozone	-0.45	+0	+2	+8
UK	0.37	-1	+7	+35
10 Year Government Bond Spreads to Benchmark bps				
Ireland	39	-1	-1	+12
Belgium	32	-1	-0	+13
France	35	-1	-1	+11
Italy	106	-2	-3	-3
Spain	64	+0	-2	+1
Portugal	62	-1	-3	-2
Greece	103	+3	+1	-18



Commodities				
	% Change			
	Close	Day	4 Weeks	End 20
Brent Oil	74.68	-1.97	+7.73	+44.17
West Texas Oil	72.98	-1.66	+10.06	+50.94
Gold \$	1778.2	-0.12	-6.72	-6.24

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