Morning Comment

AIB Treasury Economic Research Unit

Monday 10 November 2025
07:18 am

Progress on deal to end US government shutdown

Overall, there was a risk-off tone to investor sentiment throughout last week. Concerns regarding the recent boom in AI-related investment, the ongoing US government shutdown, and weak second tier labour market releases for the world's largest economy, provided a difficult backdrop for risk appetite. Thus, the Euro Stoxx 50 and the S&P 500 fell by 1.7% and 1.6%, respectively last week.

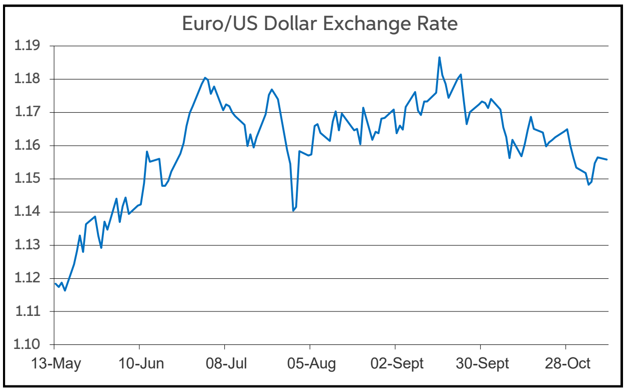
Elsewhere, the BoE opted to leave rates on hold, as expected. However, the decision was a close 5-4 call, with the four dissenters in favour of a 25bps rate cut. At the same time, remarks from Governor Bailey at the post-meeting press conference and the updated Monetary Policy Report, both indicated that a rate cut is likely at the final meeting of the year, in December. Nevertheless, UK futures contracts were little changed.

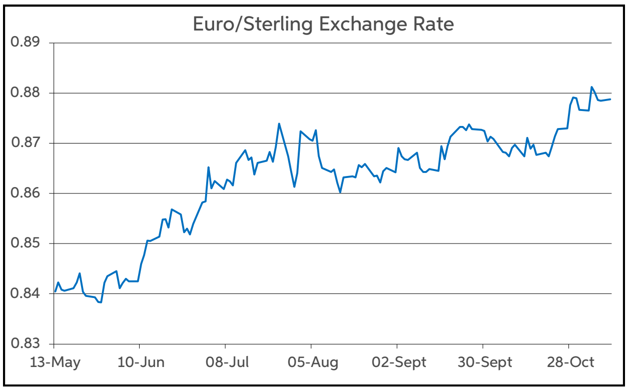
Currency-wise, the main FX pairs operated in relatively tight ranges for most of the week. The dollar was in the ascendancy in the early part of the week, which saw EUR/USD test below the $1.15 threshold. However, the greenback handed back its gains as the week progressed, amid the aforementioned soft labour market data.

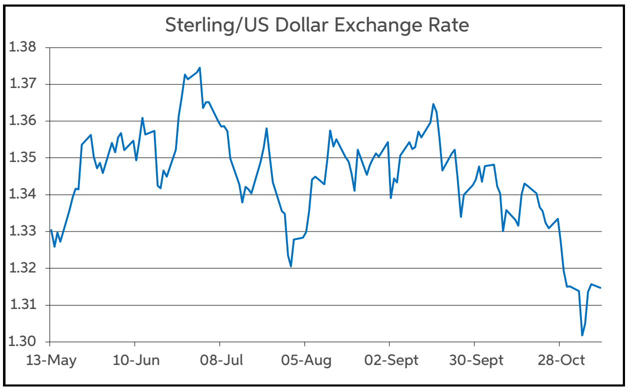
In level terms, EUR/USD starts this week just above the midpoint of $1.15-1.16. GBP/USD is at the halfway mark of the $1.31-1.32 range. EUR/GBP is changing hands just below the 88p handle. USD/JPY is trading down at ¥154.

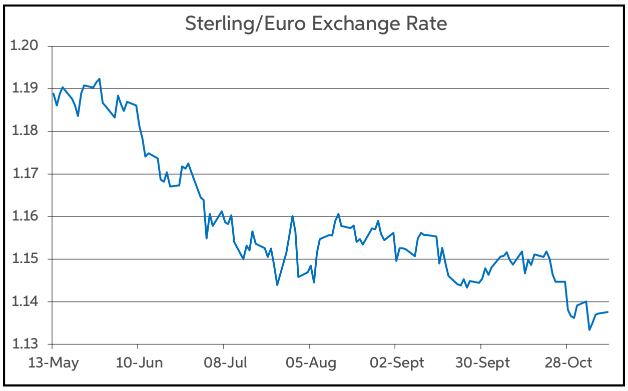
Turning to the day ahead, the busy data calendar in the UK includes the first reading of GDP for Q3 and labour market data for September. In the Eurozone, industrial production figures for September and the preliminary estimate of employment growth for Q3 are due. Meanwhile in the US, the macro calendar is muted. However, some progress towards a deal in Congress to end the shutdown appears to have been made at the weekend.

Daniel Noonan, Economist, AIB









Today's Opening FX Rates

		% Change	
		Day *	End 2024
EUR/USD	1.1557	0.21	11.63
EUR/GBP	0.8788	-0.01	6.23
GBP/USD	1.3147	0.23	5.08
GBP/EUR	1.1374	0.01	-5.86
USD/JPY	154.09	0.48	-1.97
EUR/JPY	178.1	0.68	9.43

* 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	3.88	3.94	3.85	3.58	3.67	3.70
EUR	2.00	1.89	2.01	2.12	2.16	2.40
GBP	4.00	3.96	3.88	3.65	3.82	3.89

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

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All Data Sourced from Refinitiv

Opening Levels

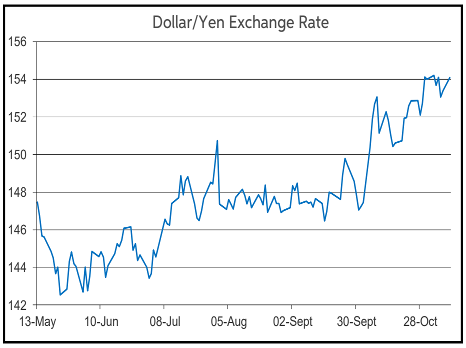
Monday 10 November 2025
07:19 am

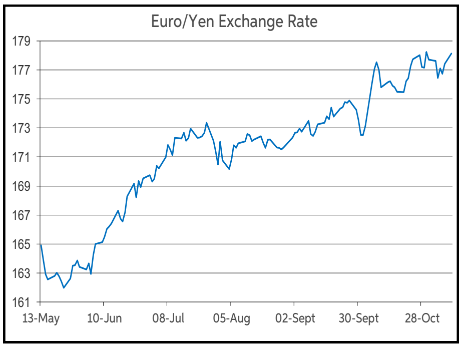
AIB

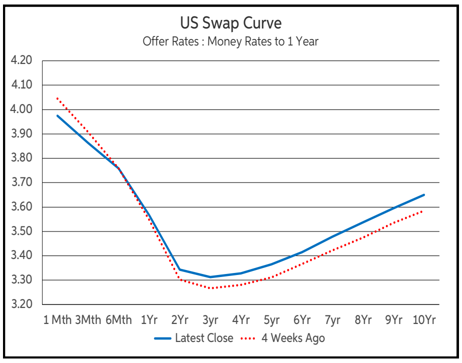
Euro	
EUR/GBP	0.8788
EUR/USD	1.1557
EUR/JPY	178.1
EUR/SEK	11.0043
EUR/DKK	7.4676
EUR/NOK	11.7006
EUR/CHF	0.9316
EUR/AUD	1.7696
EUR/HKD	8.9861
EUR/CAD	1.6205

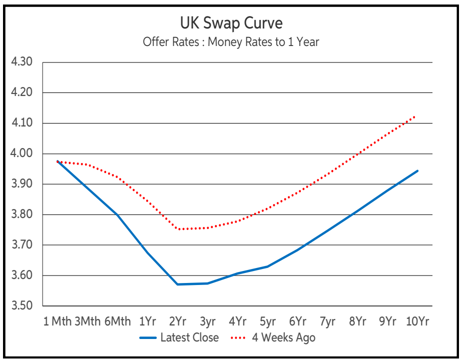
Sterling	
GBP/EUR	1.1374
GBP/USD	1.3147
GBP/CAD	1.8433
GBP/NZD	2.3325
GBP/JPY	202.58
GBP/SEK	12.5165
GBP/DKK	8.4953
GBP/NOK	13.3172
GBP/CHF	1.0596
GBP/AUD	2.0129

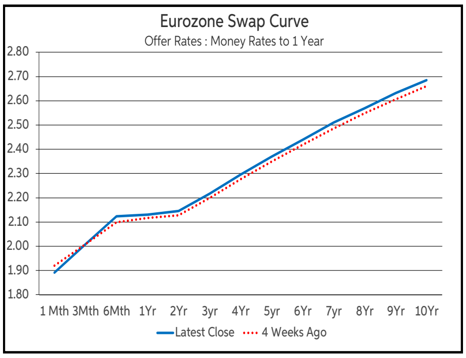
Dollar	
USD/JPY	154.09
USD/CAD	1.4021
USD/CHF	0.8062
USD/CNY	7.1179
USD/BRL	5.3321
USD/RUB	81.05
USD/INR	88.667
AUD/USD	0.6528
NZD/USD	0.5633

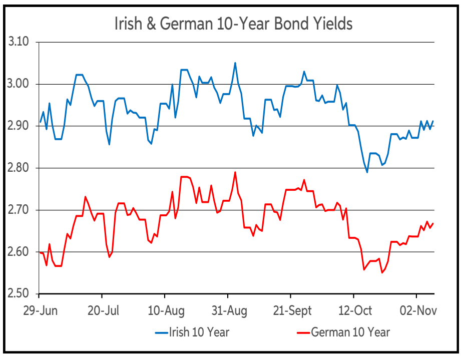












Debt Markets

	Close	Change bps Day	4 Weeks	End 24
10 Year Yield %				
US	4.09	+0	+4	-48
Germany	2.67	+1	+3	+30
UK	4.47	+3	-21	-11
Ireland	2.91	+2	+1	+26
Belgium	3.22	+2	-1	+23
France	3.46	+2	-2	+26
Italy	3.43	+2	-6	-9
Spain	3.18	+2	-1	+12
Portugal	3.04	+1	-1	+19
Greece	3.33	+2	-4	+8
5 Year Swap %				
US	3.60	-3	+6	-69
Eurozone	2.36	-0	+4	+13
UK	3.88	+1	-17	-40
2 Year Swap %				
US	3.63	+2	+9	-71
Eurozone	2.13	-2	+3	-6
UK	3.80	+1	-18	-68
10 Year Government Bond Spreads to Benchmark bps				
Ireland	24	+1	-2	-4
Belgium	55	+1	-4	-7
France	79	+1	-5	-4
Italy	76	+1	-9	-39
Spain	51	+1	-5	-19
Portugal	37	+0	-4	-12
Greece	66	+1	-8	-23

Commodities

	Close	% Change Day	4 Weeks	End 24
Brent Oil	63.63	+0.39	+1.43	-14.75
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold $	3998.7	+0.53	-0.46	+52.40

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