

Quiet day on markets

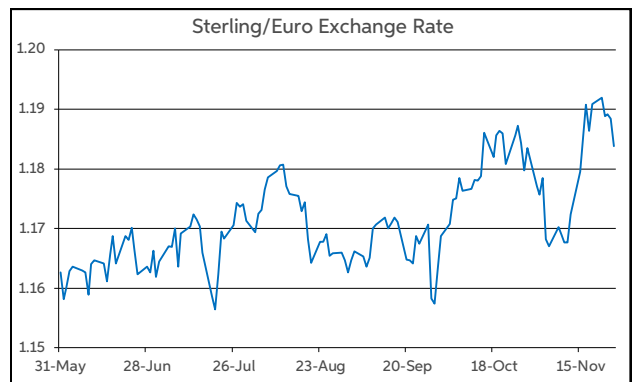
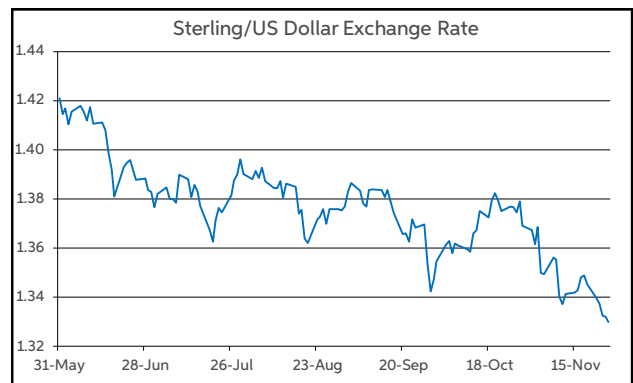
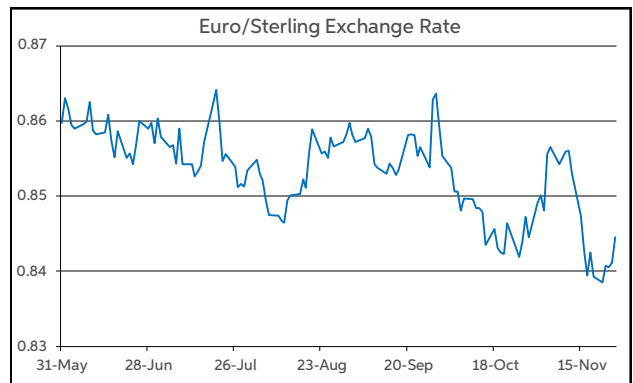
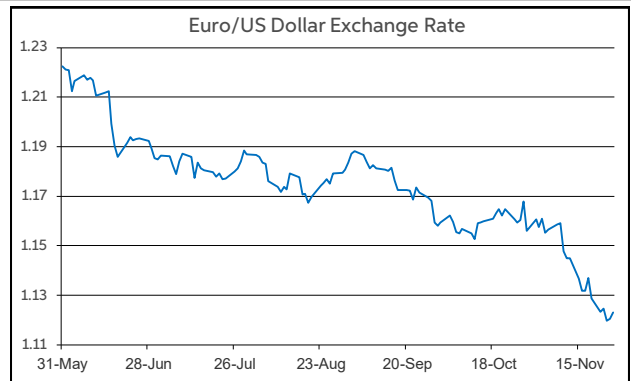
It was a relatively quiet day on financial markets yesterday. On equity markets, the Euro Stoxx 50 halted its slide, registering a 0.4% gain. Meantime, on bond markets, Eurozone and UK bond yields edged lower within their recent ranges. Currency-wise, the euro was holding a slightly firmer tone, while sterling was modestly softer also. A market holiday for Thanksgiving in the US, and a sparse data schedule likely contributed to the somewhat muted moves on markets yesterday.

Meanwhile, the ECB minutes from their last policy meeting in October were released yesterday. The minutes reiterated the overarching message, that the ECB still expects inflation to be transitory, and that prices will fall back over the course of next year. The minutes also confirmed that the majority of participants expected PEPP to end as planned in March of next year.

In level terms, EUR/GBP opens this morning up at the midpoint of the 84-85p range. EUR/USD is operating in the bottom half of \$1.12-1.13. Meanwhile, cable (GBP/USD) is changing hands just below the \$1.33 handle, having spend much of the week so far near the halfway mark of the \$1.33-1.34 trading band. Elsewhere on the currency front, some risk aversion in overnight Asia-Pacific trading has coincided with some gains for the yen. This is reflected in USD/JPY operating back down in the lower half of ¥114-115.

Ahead today, there is a sparse data calendar once again. Instead the focus may be on prepared remarks from a number of key central bankers, including ECB President Lagarde and BoE Chief Economist Pill. The overnight risk averse tone, following reports of a new variant of Covid-19, may impact investor sentiment during today's European session also.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2020
EUR/USD	1.123	0.18	-8.05
EUR/GBP	0.8445	0.51	-5.51
GBP/USD	1.3297	-0.35	-2.75
GBP/EUR	1.1837	-0.51	5.83
USD/JPY	114.34	-0.90	10.75
EUR/JPY	128.43	-0.72	1.80

* 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	0.09	0.18	0.35	0.79	1.34
EUR	0.00	-0.57	-0.58	-0.50	-0.38	-0.14
GBP	0.10	0.07	0.12	0.74	1.06	1.25

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

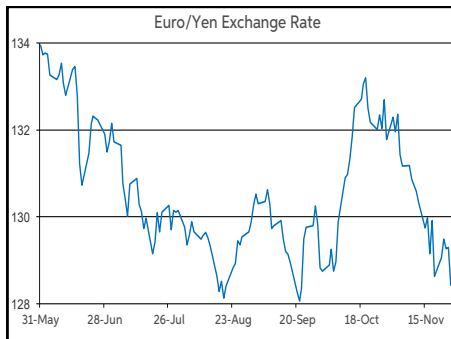
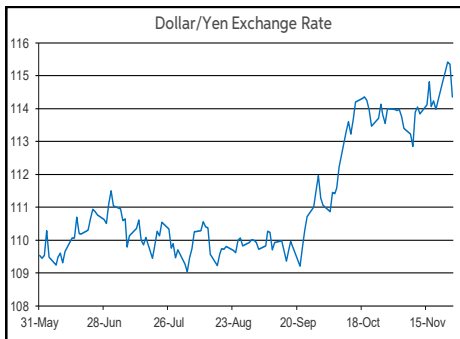
FX Spot	Karl Cooke Shane Gargan Enda Homan	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
		Equity Options	Gary Luff				

Opening Levels

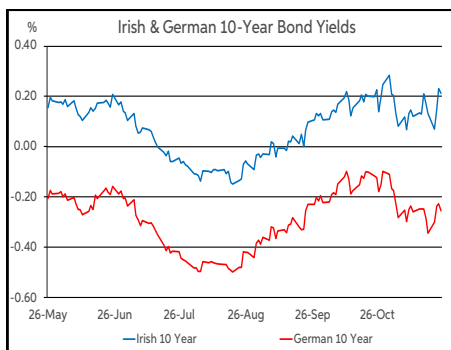
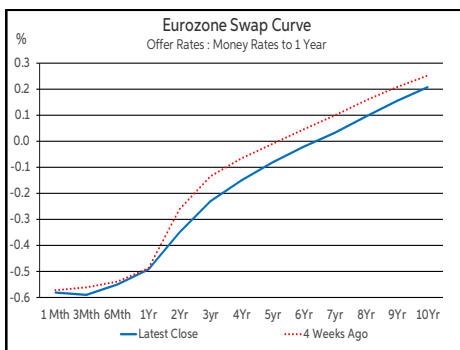
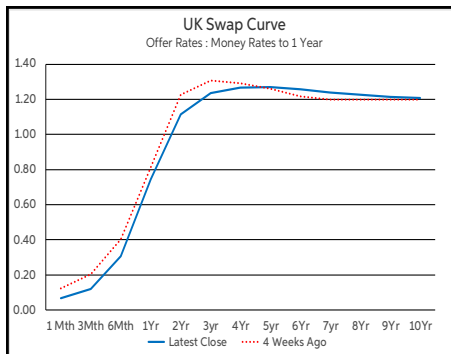
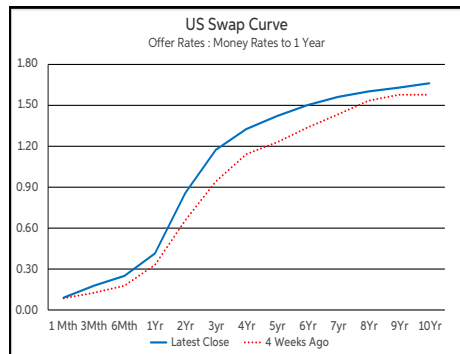
Friday 26 November 2021
07:39 am



Euro		Sterling		Dollar	
EUR/GBP	0.8445	GBP/EUR	1.1837	USD/JPY	114.34
EUR/USD	1.123	GBP/USD	1.3297	USD/CAD	1.2737
EUR/JPY	128.43	GBP/CAD	1.6931	USD/CHF	0.9305
EUR/SEK	10.2485	GBP/NZD	1.9519	USD/CNY	6.3884
EUR/DKK	7.4355	GBP/JPY	152.05	USD/BRL	5.5664
EUR/NOK	10.158	GBP/SEK	12.1328	USD/RUB	75.42
EUR/CHF	1.0451	GBP/DKK	8.8028	USD/INR	74.73
EUR/AUD	1.5759	GBP/NOK	12.0175	AUD/USD	0.7127
EUR/HKD	8.7547	GBP/CHF	1.2374	NZD/USD	0.681
EUR/CAD	1.4305	GBP/AUD	1.8657		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 20
10 Year Yield %				
US	1.64	-3	+6	+73
Germany	-0.25	-3	-10	+33
UK	0.97	-3	-4	+77
5 Year Swap %				
US	1.42	+0	+23	+100
Eurozone	-0.08	-1	-6	+38
UK	1.27	-1	+3	+108
2 Year Swap %				
US	0.86	-0	+24	+66
Eurozone	-0.35	-0	-8	+18
UK	1.12	-1	-10	+109
10 Year Government Bond Spreads to Benchmark bps				
Ireland	49	-0	+7	+22
Belgium	35	+0	+2	+16
France	36	-0	-0	+13
Italy	131	+1	+16	+21
Spain	76	+1	+9	+13
Portugal	68	+1	+12	+5
Greece	160	+1	+39	+39



Commodities				
	% Change			
	Close	Day	4 Weeks	End 20
Brent Oil	82.22	-0.04	-2.49	+58.73
West Texas Oil	78.32	+0.00	-5.39	+61.99
Gold \$	1788.5	-0.00	-0.57	-5.70

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