

Key US and Eurozone inflation data this week

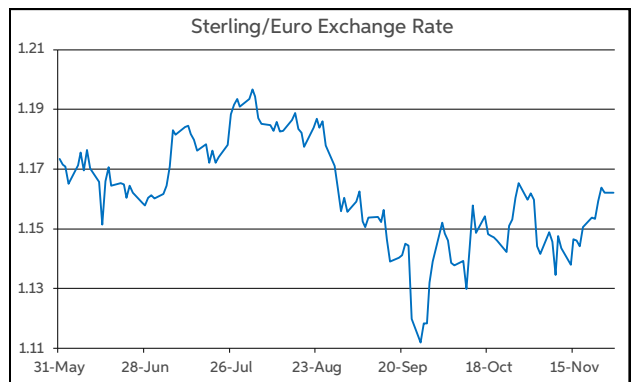
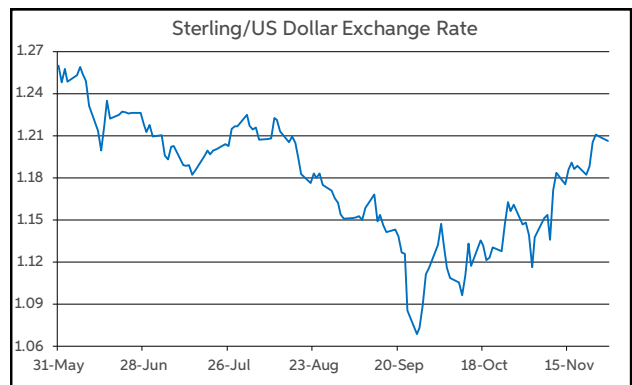
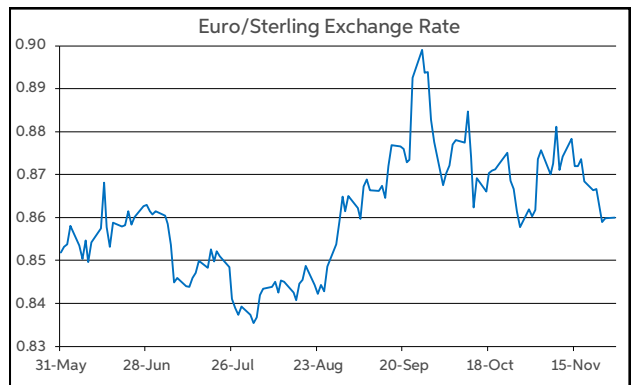
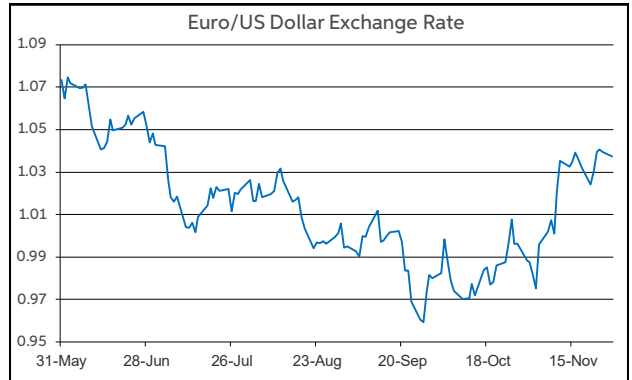
Despite waning slightly on Friday, investor sentiment continued to hold a positive tone for much of last week. The Euro Stoxx 50 registered its eighth weekly gain in nine, finishing up 1% for the week. In the US, the S&P 500 gained 1.5%.

On bond markets longer dated yields fell by 5-15bps in the US, Eurozone and UK. Elsewhere, oil prices fell last week, as the G7 continued to move towards introducing a price cap on Russian crude, and COVID-19 cases surged in China. Protests in China over the weekend, raising fresh concerns regarding the demand for oil have seen prices decline even further, with Brent crude back near \$80 per barrel this morning, its lowest level since January this year.

On currency markets, the dollar remained on the back-foot amid the more positive tone to risk appetite. Elsewhere, sterling continued to edge higher, buoyed by some hawkish BoE rhetoric. GBP/USD traded north of \$1.21 last week, for the first time since the middle of August. As trading gets underway this morning, GBP/USD opens in the top half of \$1.20-1.21. EUR/USD is operating just below \$1.04. Meanwhile, GBP/USD is changing hands at the 86p mark.

This week, a busy data schedule in the US includes the labour market report for November and the October reading of core-PCE inflation. Both metrics will be key in determining the pace of the next rate hike from the Fed in December. Similarly, the flash reading of Eurozone HICP inflation will garner close attention, as it will be crucial in deciding whether the ECB will hike by 50 or 75bps next month. Speeches from a number of Fed, ECB and BoE officials will also be under the microscope.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2021
EUR/USD	1.0378	-0.30	-8.71
EUR/GBP	0.8599	-0.06	2.37
GBP/USD	1.2067	-0.27	-10.81
GBP/EUR	1.1623	0.06	-2.31
USD/JPY	137.86	-0.58	19.79
EUR/JPY	143.11	-0.87	9.35

* 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	3.875	4.05	4.73	5.14	4.76	3.90
EUR	2.00	1.48	1.92	2.75	2.89	2.65
GBP	3.00	3.19	3.64	4.54	4.61	4.12

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

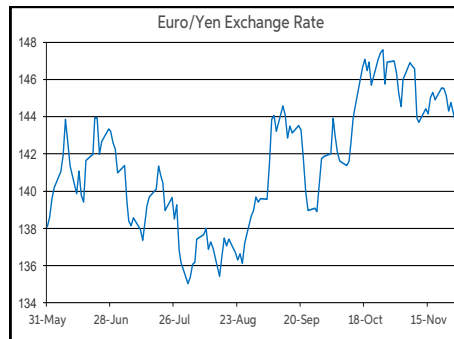
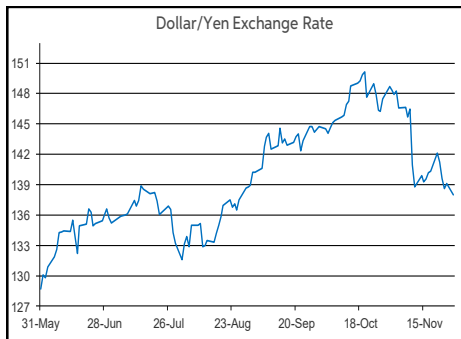
FX Spot	Karl Cooke Shane Gargan Ian Burke	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
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Opening Levels

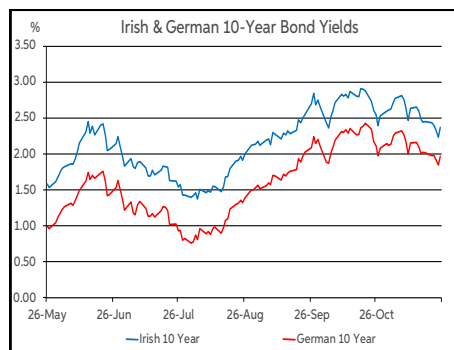
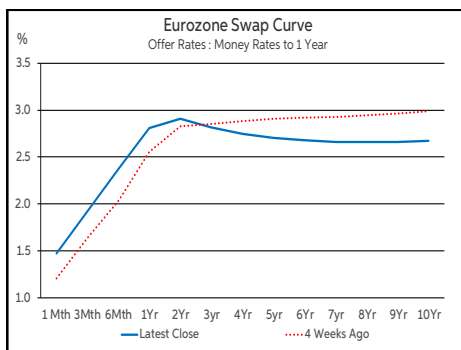
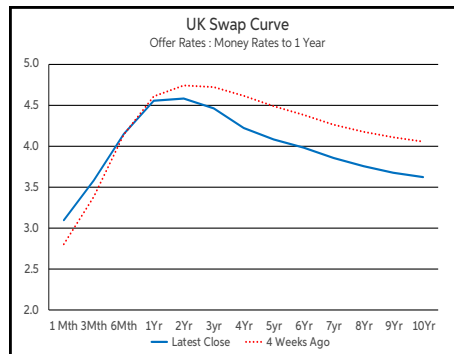
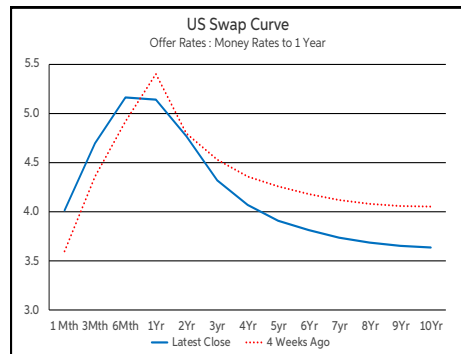
Monday 28 November 2022
07:12 am



Euro		Sterling		Dollar	
EUR/GBP	0.8599	GBP/EUR	1.1623	USD/JPY	137.86
EUR/USD	1.0378	GBP/USD	1.2067	USD/CAD	1.3441
EUR/JPY	143.11	GBP/CAD	1.6222	USD/CHF	0.945
EUR/SEK	10.8435	GBP/NZD	1.9417	USD/CNY	7.1966
EUR/DKK	7.4358	GBP/JPY	166.36	USD/BRL	5.4098
EUR/NOK	10.3283	GBP/SEK	12.6047	USD/RUB	60.7
EUR/CHF	0.9809	GBP/DKK	8.6442	USD/INR	81.7325
EUR/AUD	1.5527	GBP/NOK	12.0013		
EUR/HKD	8.1172	GBP/CHF	1.1407	AUD/USD	0.6684
EUR/CAD	1.3952	GBP/AUD	1.8052	NZD/USD	0.6212



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 21
10 Year Yield %				
US	3.69	+0	-32	+218
Germany	1.97	+12	-12	+215
UK	3.12	+8	-38	+215
Ireland				
Ireland	2.40	+14	-15	+216
Belgium	2.50	+14	-18	+232
France	2.44	+14	-17	+224
Italy	3.85	+18	-31	+267
Spain	2.96	+16	-19	+236
Portugal	2.91	+16	-17	+242
Greece	4.18	+9	-36	+286
5 Year Swap %				
US	3.91	-2	-32	+257
Eurozone	2.71	+9	-19	+269
UK	4.08	+5	-35	+281
2 Year Swap %				
US	4.77	+1	-0	+382
Eurozone	2.91	+7	+9	+321
UK	4.58	+2	-16	+339
10 Year Government Bond Spreads to Benchmark bps				
Ireland	44	+2	-3	+1
Belgium	53	+2	-6	+17
France	47	+2	-5	+10
Italy	188	+5	-19	+52
Spain	99	+4	-8	+22
Portugal	94	+3	-5	+27
Greece	221	-3	-24	+71



Commodities				
	% Change			
	Close	Day	4 Weeks	End 21
Brent Oil	83.63	-2.00	-12.68	+7.52
West Texas Oil	76.45	-1.90	-12.98	+1.49
Gold \$	1756.1	+0.07	+6.97	-3.95

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