

Busy data diary this week

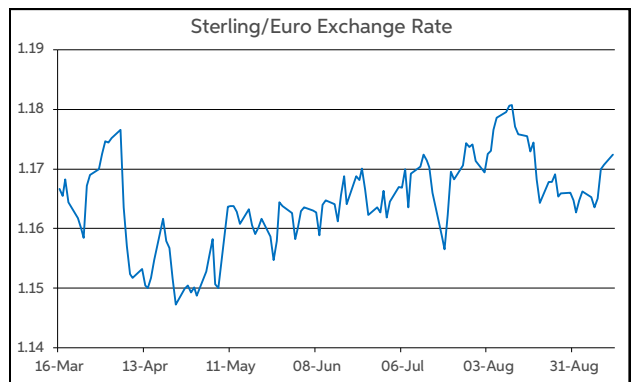
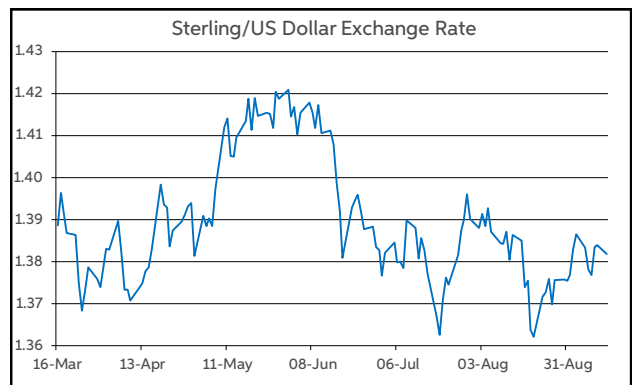
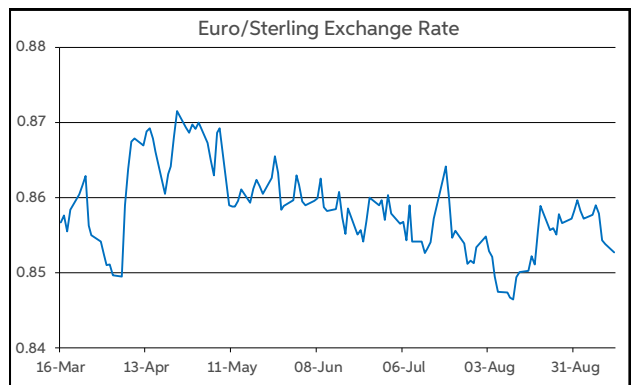
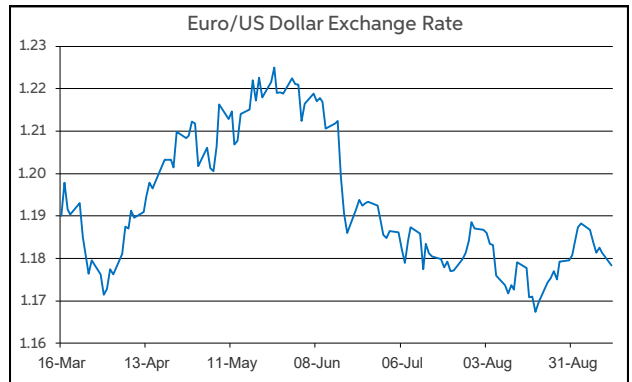
Looking back at the market action last week, there was a more cautious mood to proceedings. This was reflected in most of the main equity indices coming under downward pressure. The global benchmark S&P 500 index closed on Friday, down 1.7% on the week. The more risk averse tone to sentiment was against a backdrop of some key macro releases coming in below expectations over recent weeks. The data suggests that while the economic recovery continues, it may have lost some momentum.

The moves on currency markets though remained largely confined to narrow ranges for much of last week. The ECB decision to lower/recalibrate its monthly PEPP purchases had very little impact on the euro. However, the euro gave up some ground against sterling as well as the dollar. The pound was supported by hawkish comments from BoE Governor Bailey.

In overnight action, the dollar has held the upper hand against the euro and sterling. So as the trading week gets underway on European markets this morning, the EUR/USD pair starts the session back below the \$1.18 threshold, while GBP/USD has edged down through the midpoint of \$1.38-1.39. Meantime, EUR/GBP is trading in the lower half of the 85-86p trading band.

With both the Fed and BoE meetings for September not happening till next week, the focus this week will be on the data calendar. In this regard, there is a busy flow of updates due in the US. This includes retail sales, CPI (both Aug) and consumer sentiment (Sept). In the UK, retail sales and CPI August data also feature. Meantime, industrial production is the highlight of a quiet Eurozone diary.

John Fahey, Senior Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2020
EUR/USD	1.1785	-0.36	-3.50
EUR/GBP	0.8527	-0.16	-4.59
GBP/USD	1.3819	-0.20	1.07
GBP/EUR	1.1723	0.16	4.81
USD/JPY	110.08	0.19	6.63
EUR/JPY	129.72	-0.19	2.82

* 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	0.08	0.12	0.14	0.34	0.92
EUR	0.00	-0.56	-0.54	-0.52	-0.45	-0.29
GBP	0.10	0.05	0.06	0.32	0.52	0.77

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

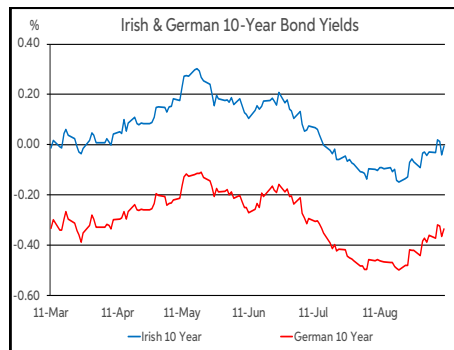
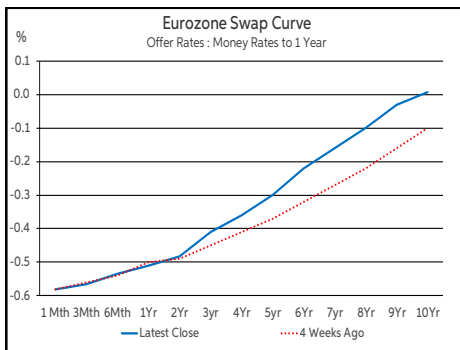
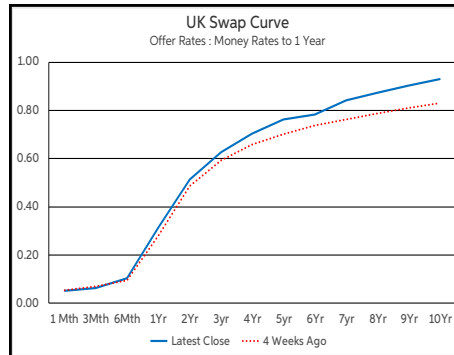
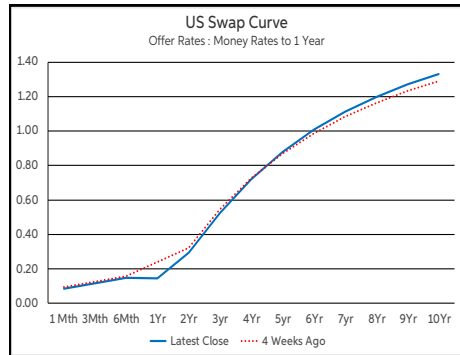
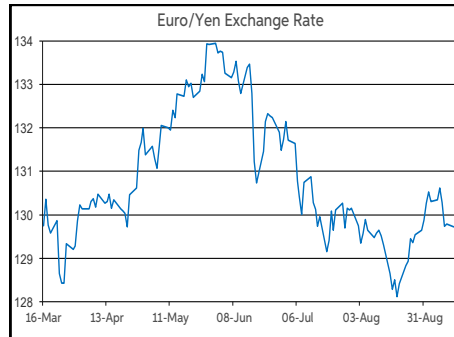
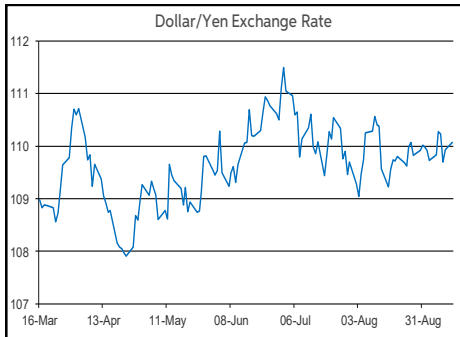
FX Spot	Karl Cooke Shane Gargan Enda Homan	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
		Equity Options	Gary Luff				

Opening Levels

Monday 13 September 2021
07:27 am



Euro		Sterling		Dollar	
EUR/GBP	0.8526	GBP/EUR	1.1724	USD/JPY	110.07
EUR/USD	1.1784	GBP/USD	1.3819	USD/CAD	1.2673
EUR/JPY	129.72	GBP/CAD	1.7514	USD/CHF	0.9197
EUR/SEK	10.1978	GBP/NZD	1.9458	USD/CNY	6.4545
EUR/DKK	7.4359	GBP/JPY	152.11	USD/BRL	5.2454
EUR/NOK	10.2239	GBP/SEK	11.9534	USD/RUB	73.0732
EUR/CHF	1.0837	GBP/DKK	8.7194	USD/INR	73.635
EUR/AUD	1.6039	GBP/NOK	11.9863	AUD/USD	0.7345
EUR/HKD	9.1651	GBP/CHF	1.2708	NZD/USD	0.7101
EUR/CAD	1.4934	GBP/AUD	1.8812		



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 20
10 Year Yield %				
US	1.34	+5	+6	+43
Germany	-0.33	+3	+13	+24
UK	0.76	+2	+19	+56
5 Year Swap %				
US	0.88	+2	+5	+46
Eurozone	-0.30	+2	+8	+16
UK	0.76	+1	+7	+57
2 Year Swap %				
US	0.29	+0	+1	+10
Eurozone	-0.48	-1	+2	+4
UK	0.51	+0	+4	+49
10 Year Government Bond Spreads to Benchmark bps				
Ireland	39	+0	-1	+12
Belgium	32	+0	-1	+13
France	34	+1	+0	+10
Italy	104	+0	+2	-6
Spain	67	-0	-1	+4
Portugal	57	+2	-0	-6
Greece	111	-5	+10	-10

Commodities				
	% Change			
	Close	Day	4 Weeks	End 20
Brent Oil	72.92	+2.06	+3.30	+40.77
West Texas Oil	69.82	+2.29	+2.14	+44.41
Gold \$	1787.3	-0.41	+0.46	-5.76

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