

Dollar under some modest downward pressure

There was a “risk-on” tone to investor sentiment at the start of the week on financial markets. The positive mood from last week carried into Monday, with the Euro Stoxx 50 rising by 0.9% on the day. On Wall Street, the S&P 500 gained a more modest 0.5%, having outperformed last week.

Elsewhere on markets, sovereign bond yields continued to move lower. US Treasury, German Bund and UK Gilt yields fell by 2-4bps. The move coincided with a marginal unwinding of the firming in market rate expectations that took place at the end of last week.

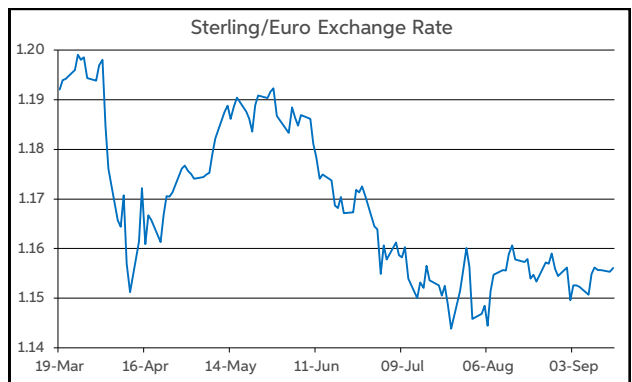
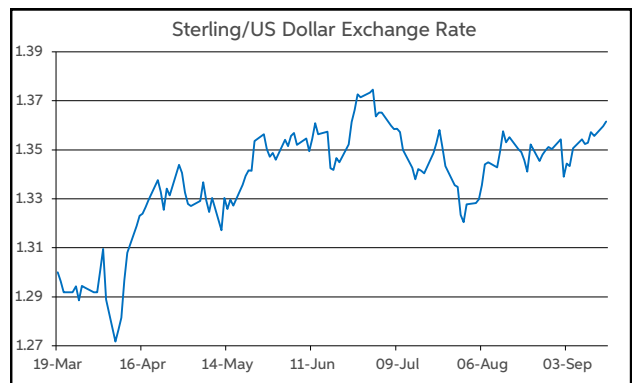
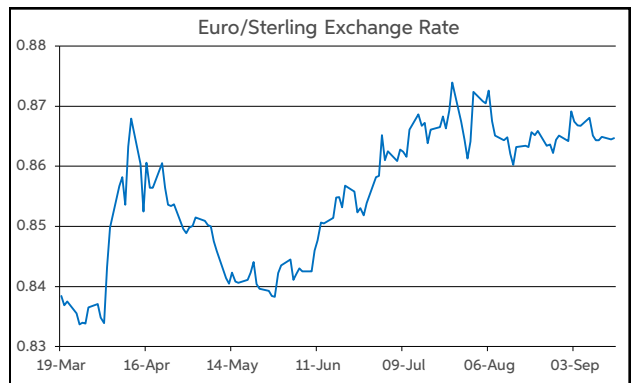
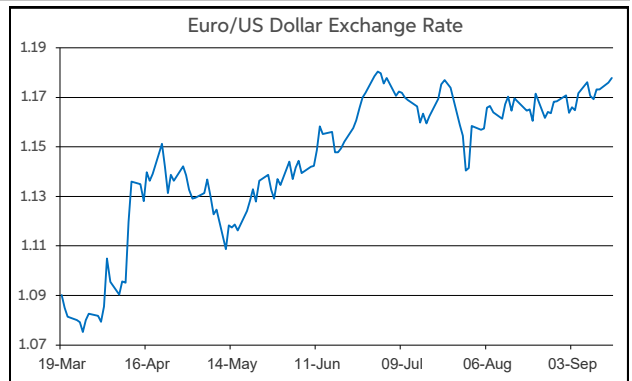
Overall, it was a relatively quiet start to the week, largely owing to a limited data schedule. Indeed, the calendar only contained a batch second tier releases. In the US, the Empire State Index declined sharply to -8.7 in September (vs. 5.0 'fcast). However, the release had no major impact on markets.

On the currency front, the main FX pairs continued to operate in fairly narrow ranges yesterday. Of the muted price action to register, the dollar was under some slight downward pressure, amid the positive tone to risk appetite.

In level terms, EUR/USD opens this morning in the top half of the \$1.17-1.18 trading band. GBP/USD is above the \$1.36 threshold, while USD/JPY is back down at the ¥147 handle. Elsewhere, EUR/GBP continues to change hands in and around the halfway mark of the 86 -87p corridor.

Already this morning, UK labour market data for July/August have been released. The data have printed in-line with the consensus, with the unemployment rate remaining at 4.7% in July. Later today, US retail sales & industrial production (both August) are due. Industrial production data (July) will also feature in the Eurozone.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2024
EUR/USD	1.1778	0.38	13.76
EUR/GBP	0.8647	0.00	4.52
GBP/USD	1.3615	0.37	8.82
GBP/EUR	1.1558	0.00	-4.33
USD/JPY	147	-0.26	-6.48
EUR/JPY	173.17	0.12	6.40

* 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	4.38	4.13	4.02	3.60	3.58	3.53
EUR	2.00	1.88	2.00	2.12	2.15	2.36
GBP	4.00	3.96	3.95	3.83	3.98	4.02

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

FX Spot	Karl Cooke Shane Gargan	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

Tuesday 16 September 2025
06:57 am



Euro

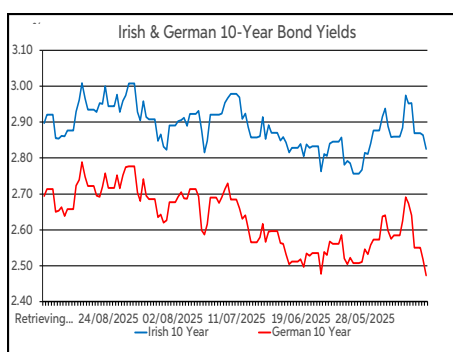
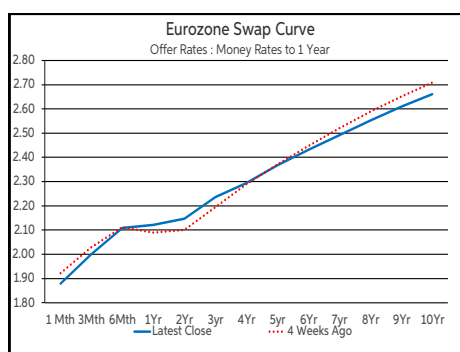
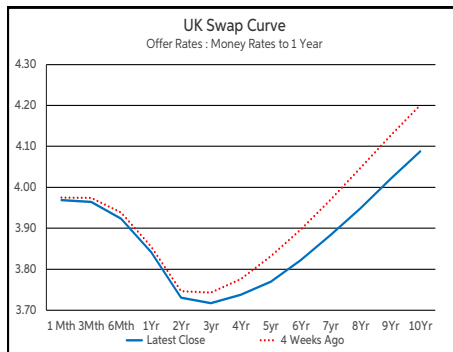
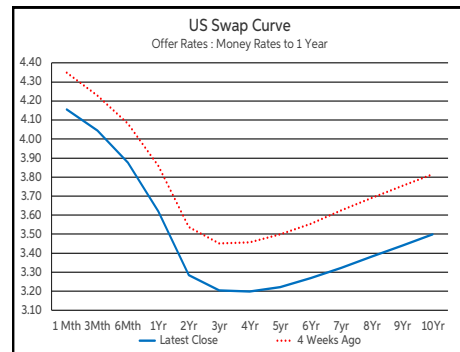
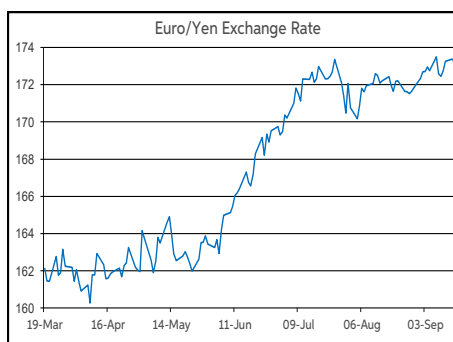
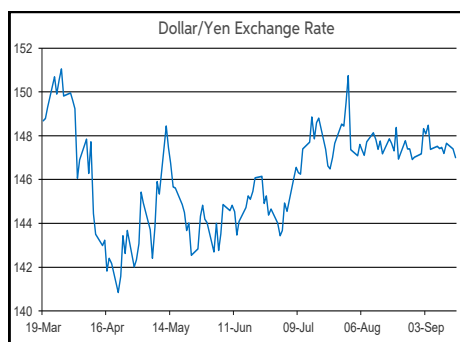
EUR/GBP	0.8647
EUR/USD	1.1778
EUR/JPY	173.17
EUR/SEK	10.916
EUR/DKK	7.4638
EUR/NOK	11.5662
EUR/CHF	0.9344
EUR/AUD	1.7666
EUR/HKD	9.1608
EUR/CAD	1.6214

Sterling

GBP/EUR	1.1558
GBP/USD	1.3615
GBP/CAD	1.8744
GBP/NZD	2.2803
GBP/JPY	200.14
GBP/SEK	12.6211
GBP/DKK	8.6294
GBP/NOK	13.3729
GBP/CHF	1.0803
GBP/AUD	2.0422

Dollar

USD/JPY	147
USD/CAD	1.3768
USD/CHF	0.7933
USD/CNY	7.1155
USD/BRL	5.3165
USD/RUB	82.4
USD/INR	88.055
AUD/USD	0.6663
NZD/USD	0.5967



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 24
10 Year Yield %				
US	4.03	-3	-31	-54
Germany	2.70	-2	-8	+33
UK	4.63	-4	-11	+6
5 Year Swap %				
US	3.49	-2	-25	-80
Eurozone	2.35	+0	-0	+12
UK	4.01	-3	-5	-28
2 Year Swap %				
US	3.55	-0	-22	-78
Eurozone	2.14	+0	+5	-5
UK	3.97	-2	+0	-52
10 Year Government Bond Spreads to Benchmark bps				
Ireland	24	-1	+0	-4
Belgium	55	+1	+3	-7
France	79	+0	+11	-4
Italy	81	-2	-0	-35
Spain	55	-2	-0	-15
Portugal	40	-1	+0	-9
Greece	68	-1	+1	-21

Commodities				
	% Change			
	Close	Day	4 Weeks	End 24
Brent Oil	67.44	+0.67	+1.26	-9.65
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	3678.8	+0.99	+10.47	+40.21

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