

## Flash PMIs released today

There was a mixed mood on markets yesterday, amid a relatively quiet start to the week. On equity markets, the Euro Stoxx 50 declined by 0.3%. Meantime, on Wall Street, the S&P 500 registered a 0.4% gain. In terms of fixed income, yields were little changed across the board. Elsewhere, oil prices fell, with Brent crude moving back below \$67 per barrel.

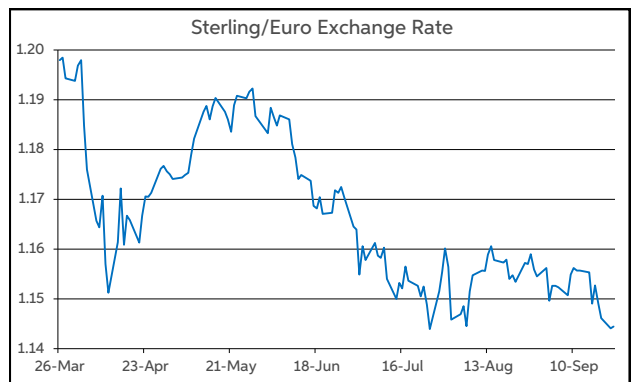
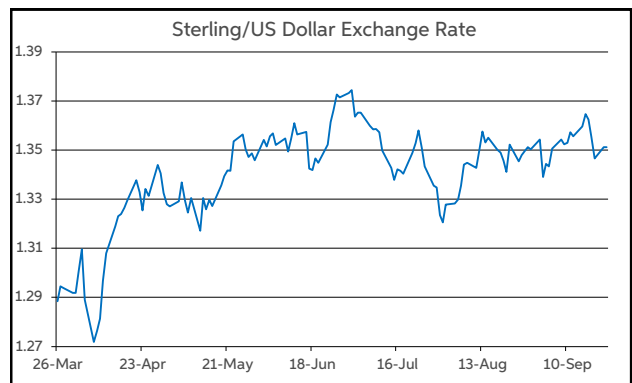
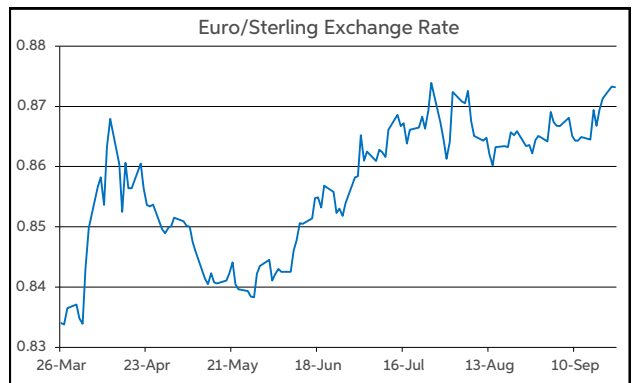
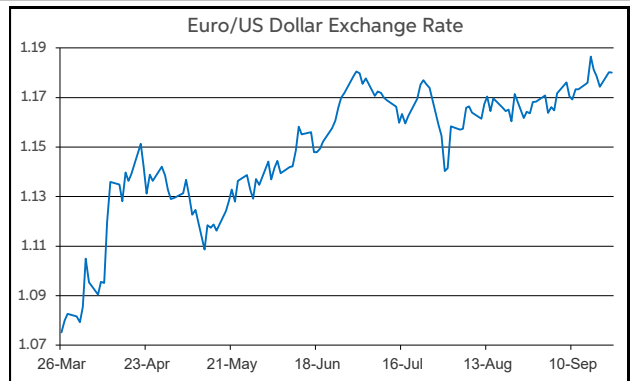
Data-wise, the main release of note was the flash reading of Eurozone consumer confidence for September. The index rose to -14.9 (vs. -15.2 f'cast), albeit it remains well-short of its long-run average of -10.6. However, as expected, the data had a negligible impact on financial markets.

On the monetary policy front, a number of Fed officials struck a slightly hawkish tone yesterday. Most notably, Musalem stated that "there is limited room for easing further without policy becoming overly accommodative", while Bostic noted that he still sees inflation as the "most significant" risk. Cleveland Fed President Hammack also suggested a cautious approach to rate cuts. Overall, market rate expectations firmed marginally by circa 3bps yesterday. Pricing now suggests that the Fed will cut rates by 110bps by the end-2026.

Regarding currency markets, the main pairs operated in narrow ranges throughout the European session. Despite a slight reprieve in the initial aftermath of the Fed remarks, the dollar was on the defensive for the most part. This sees EUR/USD open this morning up at the \$1.18 threshold. GBP/USD is changing hands above the \$1.35 handle. Meantime, EUR/GBP remains in the lower half of 87-88p.

Turning to the day ahead, the September reading of the flash PMIs for the Eurozone, UK and US are due. Meanwhile, remarks from another slew of Fed officials, including Chair Powell, will warrant attention. A speech from Bo Governor Bailey will also be of interest.

**Daniel Noonan, Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2024
EUR/USD	1.1801	0.61	13.99
EUR/GBP	0.8732	0.23	5.55
GBP/USD	1.3512	0.41	8.00
GBP/EUR	1.1448	-0.23	-5.26
USD/JPY	147.74	-0.36	-6.01
EUR/JPY	174.36	0.23	7.13

\* 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	4.13	4.15	3.99	3.60	3.61	3.61
EUR	2.00	1.91	2.02	2.12	2.16	2.40
GBP	4.00	3.96	3.96	3.85	4.00	4.07

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 23 September 2025  
06:48 am



## Euro

EUR/GBP	0.8732
EUR/USD	1.1801
EUR/JPY	174.36
EUR/SEK	11.041
EUR/DKK	7.4645
EUR/NOK	11.715
EUR/CHF	0.9348
EUR/AUD	1.7907
EUR/HKD	9.1745
EUR/CAD	1.6313

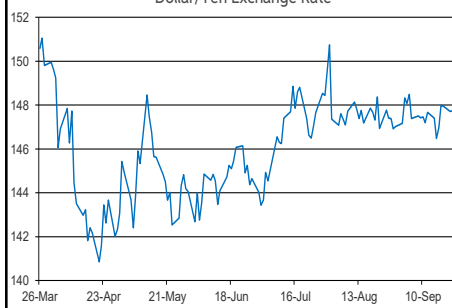
## Sterling

GBP/EUR	1.1448
GBP/USD	1.3512
GBP/CAD	1.8575
GBP/NZD	2.3082
GBP/JPY	199.63
GBP/SEK	12.6429
GBP/DKK	8.5467
GBP/NOK	13.4143
GBP/CHF	1.0701
GBP/AUD	2.0415

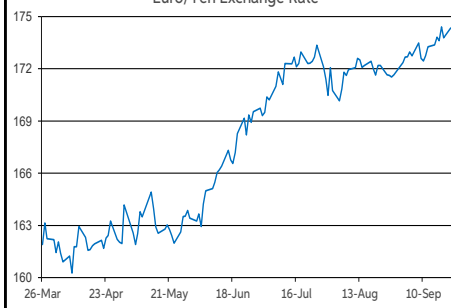
## Dollar

USD/JPY	147.74
USD/CAD	1.3824
USD/CHF	0.7921
USD/CNY	7.1133
USD/BRL	5.328
USD/RUB	83.6
USD/INR	88.6425
AUD/USD	0.6588
NZD/USD	0.585

Dollar/Yen Exchange Rate

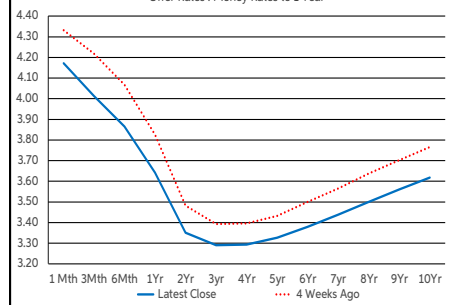


Euro/Yen Exchange Rate



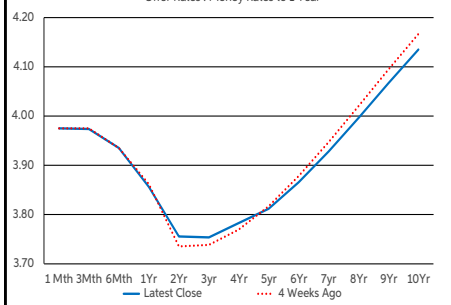
US Swap Curve

Offer Rates : Money Rates to 1 Year



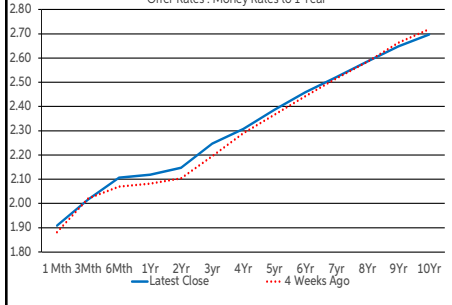
UK Swap Curve

Offer Rates : Money Rates to 1 Year

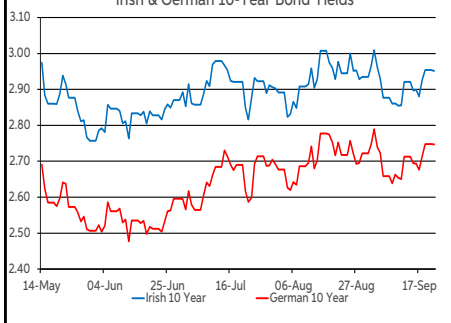


Eurozone Swap Curve

Offer Rates : Money Rates to 1 Year



Irish & German 10-Year Bond Yields



## Debt Markets

	Close	Change bps		
		Day	4 Weeks	End 24
10 Year Yield %				
US	4.14	+4	-12	-44
Germany	2.75	+3	-1	+38
UK	4.71	+3	+2	+14
Ireland	2.99	-0	-2	+34
Belgium	3.28	+2	+3	+30
France	3.56	+2	+14	+36
Italy	3.57	+2	-5	+5
Spain	3.30	+1	+0	+23
Portugal	3.17	+4	+3	+32
Greece	3.42	+1	-4	+17
5 Year Swap %				
US	3.60	+5	-7	-69
Eurozone	2.38	+1	+7	+15
UK	4.07	+0	+1	-22
2 Year Swap %				
US	3.60	+3	-13	-74
Eurozone	2.14	+2	+6	-5
UK	4.00	+1	+3	-49
10 Year Government Bond Spreads to Benchmark bps				
Ireland	24	-3	-1	-4
Belgium	54	-2	+4	-8
France	81	-2	+15	-2
Italy	82	-2	-4	-34
Spain	55	-2	+1	-15
Portugal	42	+0	+4	-7
Greece	67	-3	-3	-21

## Commodities

	Close	% Change		
		Day	4 Weeks	End 24
Brent Oil	66.57	-0.16	-3.24	-10.81
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	3683.7	+1.09	+9.43	+40.40

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