

## US CPI and Fed minutes due today

There was a cautious tone to investor sentiment yesterday. The Euro Stoxx 50 declined by 1.1%. Across the Atlantic, the S&P 500 registered a meagre 0.1% gain. Meantime on bond markets, 10-year US Treasury, German Bund and UK Gilt yields fell by 4-6bps. Elsewhere, oil prices moved down by circa 1%, with Brent crude edging back below \$90 per barrel.

Results from the Q1 ECB Bank Lending Survey contributed to the weaker tone to European risk appetite. The survey showed that banks in the Eurozone tightened lending standards further in the quarter, but even more strikingly, demand for credit from firms fell sharply. Meanwhile, US NFIB small business optimism eased to 88.5 in April, from 89.4. The April reading was the lowest in 11 months.

Currency-wise, the main FX pairs continued to operate in very narrow ranges. Of the limited moves to register over the past 24 hours, the dollar was on the defensive early in the European session yesterday. However, the greenback had recouped most of its losses before the close last night.

As trading gets underway this morning, EUR/GBP opens near the midpoint of the 85-86p corridor. Meanwhile, EUR/USD opens once again at the halfway mark of the \$1.08-1.09 corridor. GBP/USD is operating in the top half of the \$1.26-1.27 band.

Turning to the day ahead, the main highlight will be US CPI inflation for March. The headline rate is forecast to rise to 3.4% from 3.2%, while core CPI is projected to inch lower to 3.7% from 3.8%. Meantime, the latest Fed meeting minutes will also garner attention. Both releases pose some event risk for the dollar.

**Daniel Noonan, Economist, AIB**

### Today's Opening FX Rates

		% Change	
		Day *	End 2023
EUR/USD	1.0848	-0.06	-1.70
EUR/GBP	0.8555	-0.24	-1.30
GBP/USD	1.2678	0.18	-0.40
GBP/EUR	1.1686	0.25	1.32
USD/JPY	151.79	-0.07	7.61
EUR/JPY	164.69	-0.12	5.82

\* v Previous Day's European Open

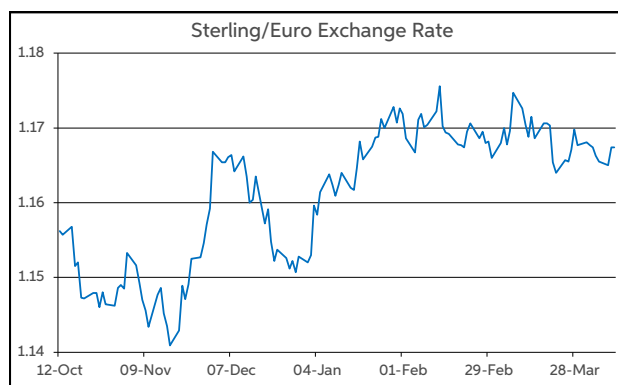
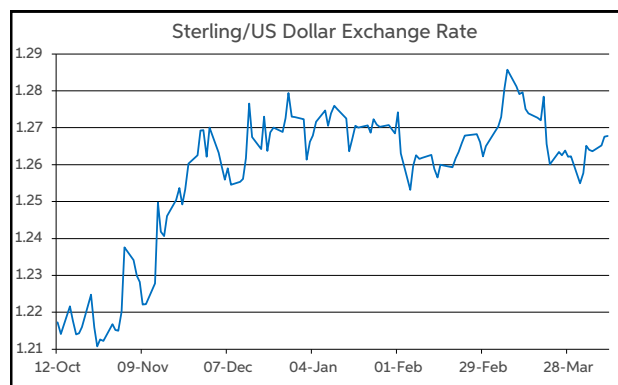
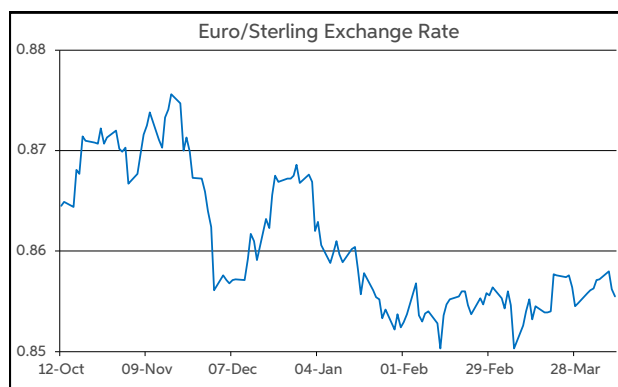
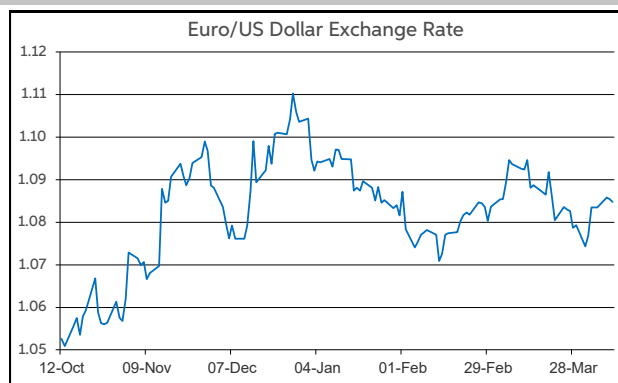
See Next Page for More Rates

### Opening Interest Rates

	Base Rate	Money Market		Swap Rates		
		1-Mth	3-Mth	1-Yr	2-Yr	5-Yr
USD	5.38	5.43	5.56	5.32	4.92	4.42
EUR	4.50	3.88	3.90	3.62	3.19	2.73
GBP	5.25	5.19	5.14	4.84	4.64	4.11

All rates quoted are indicative market rates

See Next Page For More Rates & Charts



FX Spot

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FX Options

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Morning Comment

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# Opening Levels

Wednesday 10 April 2024  
07:31 am



## Euro

EUR/GBP	0.8555
EUR/USD	1.0848
EUR/JPY	164.69
EUR/SEK	11.4503
EUR/DKK	7.4584
EUR/NOK	11.5923
EUR/CHF	0.9805
EUR/AUD	1.6382
EUR/HKD	8.4983
EUR/CAD	1.4715

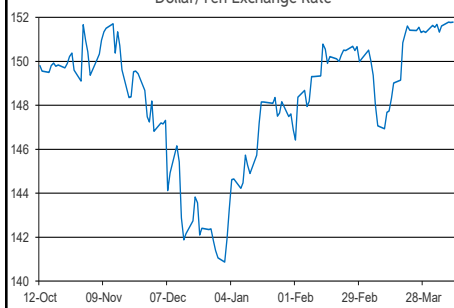
## Sterling

GBP/EUR	1.1686
GBP/USD	1.2678
GBP/CAD	1.7197
GBP/NZD	2.0888
GBP/JPY	192.45
GBP/SEK	13.3777
GBP/DKK	8.7149
GBP/NOK	13.54
GBP/CHF	1.1459
GBP/AUD	1.9144

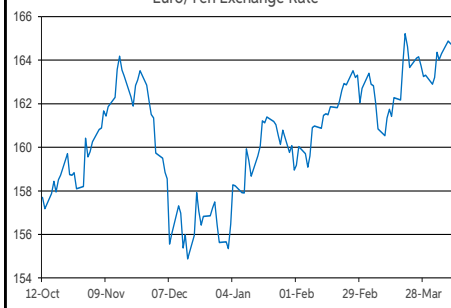
## Dollar

USD/JPY	151.79
USD/CAD	1.3563
USD/CHF	0.9037
USD/CNY	7.2322
USD/BRL	5.0088
USD/RUB	92.9475
USD/INR	83.22
AUD/USD	0.6622
NZD/USD	0.6069

Dollar/Yen Exchange Rate

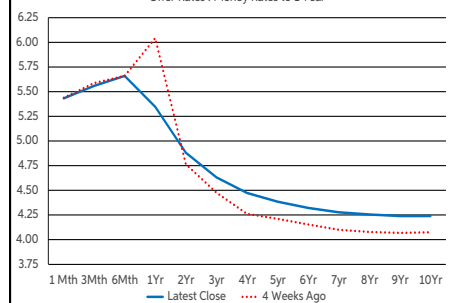


Euro/Yen Exchange Rate



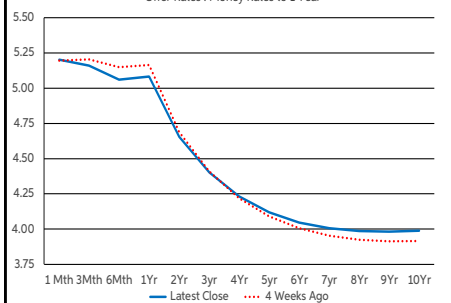
US Swap Curve

Offer Rates : Money Rates to 1 Year



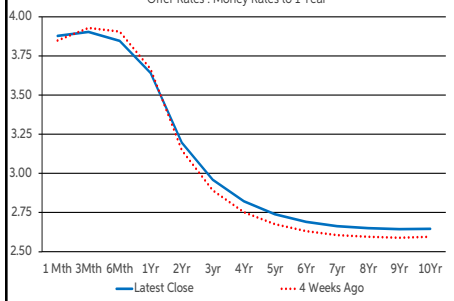
UK Swap Curve

Offer Rates : Money Rates to 1 Year

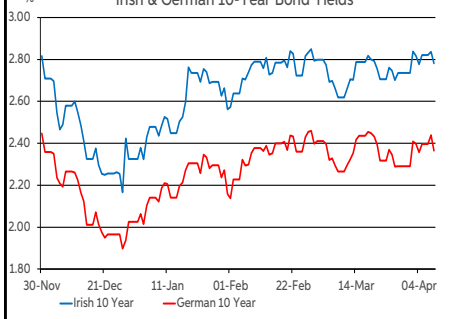


Eurozone Swap Curve

Offer Rates : Money Rates to 1 Year



Irish & German 10-Year Bond Yields



## Debt Markets

	Close	Change bps		
		Day	4 Weeks	End 23
10 Year Yield %				
US	4.37	-6	+21	+51
Germany	2.37	-7	+4	+34
UK	4.03	-6	+8	+49
Ireland	2.81	-6	+8	+44
Belgium	2.92	-8	+5	+23
France	2.86	-7	+8	+30
Italy	3.72	-8	+11	+2
Spain	3.18	-7	+4	+19
Portugal	3.04	-7	+7	+26
Greece	3.31	-7	+11	+23
5 Year Swap %				
US	4.39	-5	+21	+59
Eurozone	2.74	-5	+7	+31
UK	4.12	-5	+3	+47
2 Year Swap %				
US	4.88	-6	+16	+55
Eurozone	3.20	-2	+6	+40
UK	4.66	-3	-3	+39
10 Year Government Bond Spreads to Benchmark bps				
Ireland	44	+1	+4	+10
Belgium	55	-1	+1	-11
France	49	+0	+4	-4
Italy	135	-1	+7	-32
Spain	81	-0	+0	-15
Portugal	67	+1	+3	-8
Greece	94	-0	+6	-11

## Commodities

	Close	% Change		
		Day	4 Weeks	End 23
Brent Oil	89.42	-1.06	+9.16	+16.07
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	2352.6	+0.59	+9.02	+14.06

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