

## Yen firms overnight

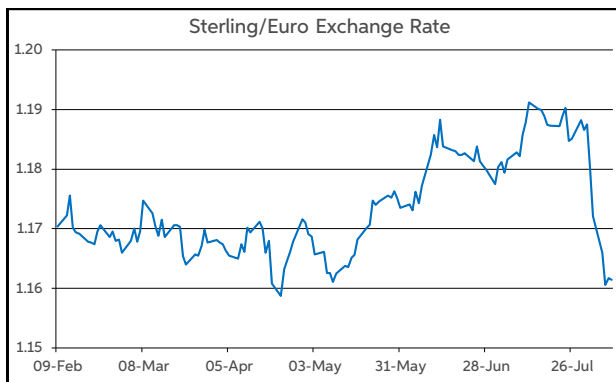
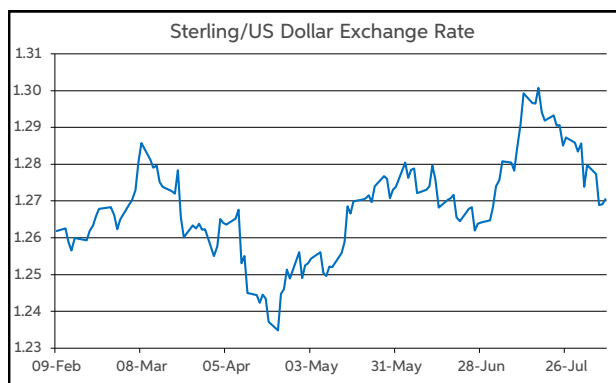
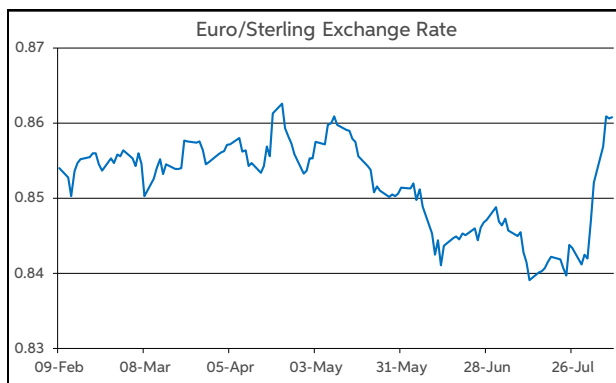
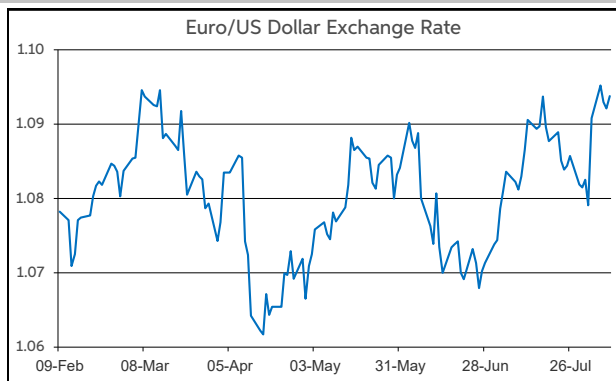
Trading conditions on financial markets continued to stabilise during the European session yesterday, amid a barren data schedule. On equity markets, the Euro Stoxx 50 rebounded by 2% on the day. However, risk appetite soured over the course of the US session, with the S&P 500 reversing early gains to register a 0.8% loss last night. Meantime, on bond markets, benchmark yields moved higher across the board. 10-year German Bund, US Treasury and UK Gilt yields moved 3-9bps higher.

On the currency front, the main FX pairs operated in very tight ranges throughout the European session. Of the very limited action to note over the period, the euro was holding a marginally firmer tone, while the yen was under some modest downward pressure. Overnight though, the yen recouped its losses and took the ascendancy on the exchanges, following the release of the BoJ meeting minutes from last week.

As trading gets underway this morning, EUR/USD remains in the lower half of the \$1.09-1.10 range. GBP/USD continues to change hands close to the \$1.27 threshold. Meanwhile, EUR/GBP is operating in and around the 86p handle. The firmer tone to the yen overnight is evidenced by USD/JPY trading back near ¥146.

Turning to the day ahead, the macro-calendar remains relatively quiet once again. The only release of note will be the latest weekly initial jobless claims figure. Last weeks print of +249k was the highest in almost a year, and contributed to a risk-off mood on markets. However, the consensus is for a slight improvement to +240k this week. As last week showed though, the data pose some event risk for markets.

**Daniel Noonan, Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2023
EUR/USD	1.0938	0.25	-0.89
EUR/GBP	0.8608	0.29	-0.69
GBP/USD	1.2702	-0.02	-0.21
GBP/EUR	1.1612	-0.29	0.70
USD/JPY	146.17	-1.00	3.62
EUR/JPY	159.91	-0.74	2.75

\* 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	5.40	5.32	4.54	4.05	3.74
EUR	4.25	3.56	3.52	3.10	2.72	2.51
GBP	5.00	4.94	4.90	4.47	4.28	3.90

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

Thursday 08 August 2024  
07:47 am



## Euro

EUR/GBP	0.8609
EUR/USD	1.0939
EUR/JPY	159.91
EUR/SEK	11.4063
EUR/DKK	7.4623
EUR/NOK	11.786
EUR/CHF	0.9405
EUR/AUD	1.6679
EUR/HKD	8.5188
EUR/CAD	1.502

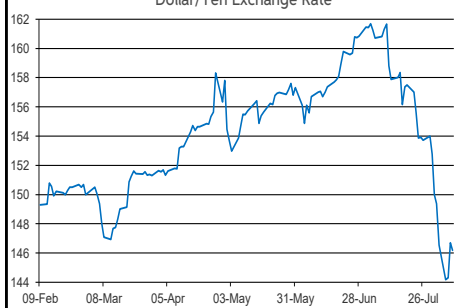
## Sterling

GBP/EUR	1.1613
GBP/USD	1.2705
GBP/CAD	1.7445
GBP/NZD	2.1169
GBP/JPY	185.71
GBP/SEK	13.2467
GBP/DKK	8.6666
GBP/NOK	13.685
GBP/CHF	1.092
GBP/AUD	1.9376

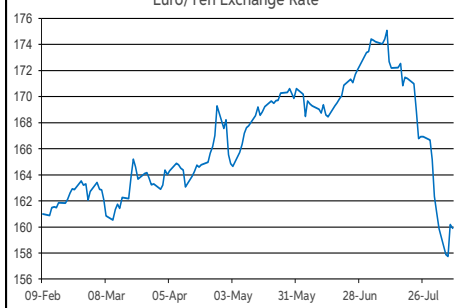
## Dollar

USD/JPY	146.17
USD/CAD	1.3732
USD/CHF	0.8595
USD/CNY	7.159
USD/BRL	5.6369
USD/RUB	85.85
USD/INR	83.955
AUD/USD	0.6555
NZD/USD	0.5999

Dollar/Yen Exchange Rate

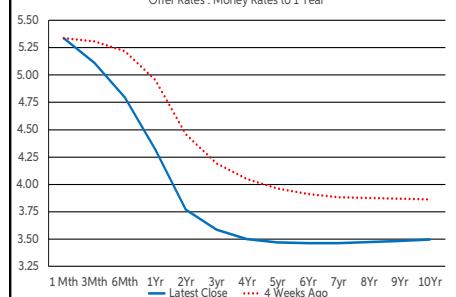


Euro/Yen Exchange Rate



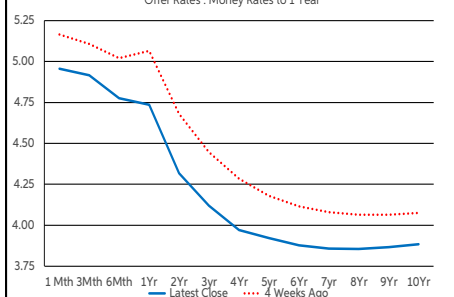
US Swap Curve

Offer Rates : Money Rates to 1 Year



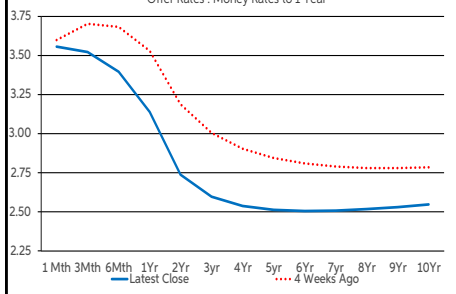
UK Swap Curve

Offer Rates : Money Rates to 1 Year

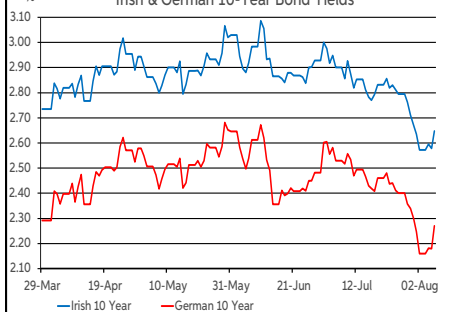


Eurozone Swap Curve

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	3.97	+8	-31	+11
Germany	2.27	+9	-26	+24
UK	3.95	+3	-18	+41
Ireland	2.69	+7	-22	+32
Belgium	2.88	+6	-22	+19
France	3.01	+6	-17	+46
Italy	3.71	+5	-16	+1
Spain	3.13	+6	-17	+14
Portugal	2.92	+7	-20	+14
Greece	3.39	+8	-16	+32
5 Year Swap %				
US	3.73	+3	-48	-6
Eurozone	2.51	+3	-32	+9
UK	3.92	+1	-25	+27
2 Year Swap %				
US	4.02	-3	-69	-31
Eurozone	2.74	+2	-44	-6
UK	4.32	-0	-36	+5
10 Year Government Bond Spreads to Benchmark bps				
Ireland	42	-2	+4	+8
Belgium	61	-3	+4	-5
France	74	-3	+9	+21
Italy	144	-4	+11	-23
Spain	86	-3	+9	-10
Portugal	65	-2	+6	-11
Greece	112	-1	+11	+7

## Commodities

	% Change			
	Close	Day	4 Weeks	End 23
Brent Oil	78.33	+2.42	-7.93	+1.67
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	2381.5	-0.33	+0.44	+15.46

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