

## Quiet data schedule ahead

Investor sentiment continued to rebound yesterday on both sides of the Atlantic. Having initially traded in the red, the Euro Stoxx 50 erased its losses late on to finish flat for the day. Meantime, on Wall Street, the S&P 500 gained 2.3%. These moves occurred amid a relatively quiet data schedule.

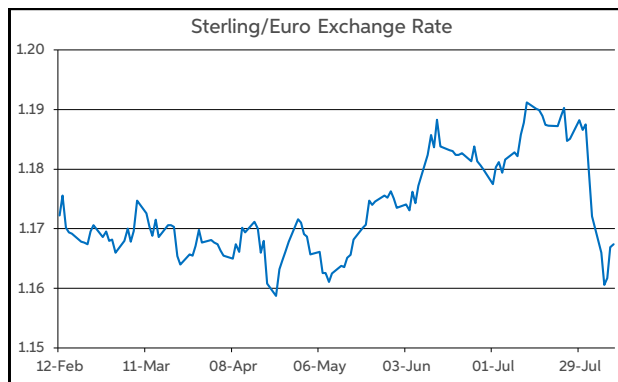
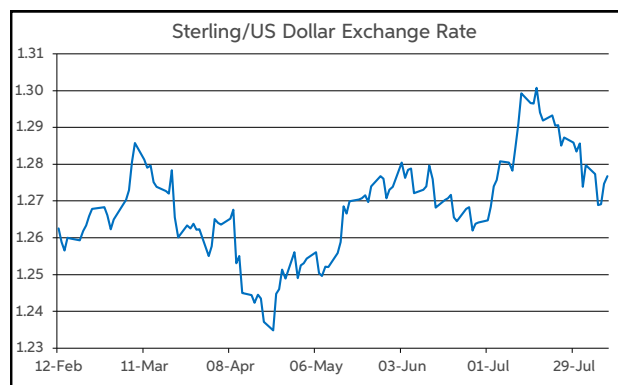
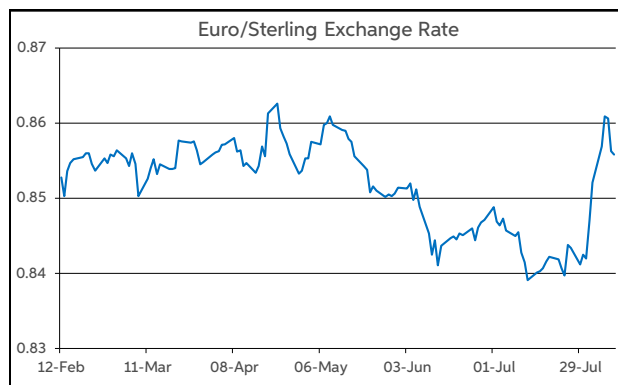
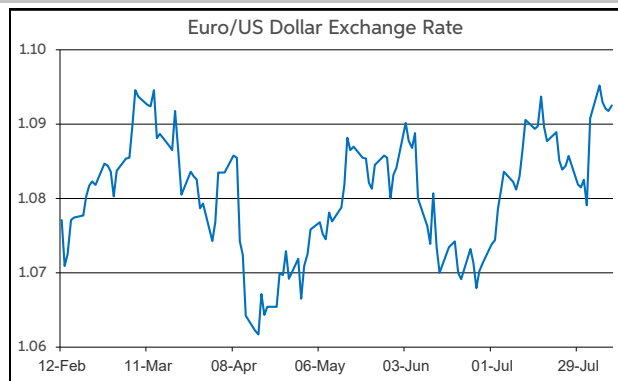
On bond markets, US Treasury yields rose by 3-8bps along the curve. The move coincided with a modest hardening in US rate expectations. Futures pricing indicates investors have trimmed bets of a 50bps rate cut in September. Meanwhile, there is around 100bps of policy easing now priced in by year-end, compared to 110bps at the start of the week. On the data front, the only release of note yesterday was the latest reading of weekly initial jobless claims in the US. Claims printed just below the consensus, at 233k compared to 240k forecast, and down from 250k in the week prior.

Amid the hardening in US rate expectations and the improvement in the jobless claims data, the dollar strengthened yesterday. The greenback moved higher against the euro and yen. However, the euro recouped its losses versus the dollar overnight. Elsewhere, sterling was holding a firmer tone yesterday.

In level terms, EUR/USD opens this morning in the lower half of \$1.09-1.10, broadly unchanged from yesterday's starting point. GBP/USD is in the top half of \$1.27-1.28. EUR/GBP is back at the midpoint of 85-86p. Meanwhile, USD/JPY is up above the ¥147.

Today, the macro-calendar remains relatively quiet once again. The final reading of Italian HICP is the only release of note. It is set to confirm inflation rose to 1.7% in July. However, the data are unlikely to impact the euro.

**Daniel Noonan, Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2023
EUR/USD	1.0925	-0.05	-1.01
EUR/GBP	0.8556	-0.63	-1.29
GBP/USD	1.2764	0.54	0.27
GBP/EUR	1.1682	0.63	1.31
USD/JPY	147.12	0.67	4.30
EUR/JPY	160.75	0.61	3.29

\* 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	5.44	5.37	4.60	4.13	3.79
EUR	4.25	3.59	3.57	3.13	2.75	2.51
GBP	5.00	4.94	4.91	4.50	4.33	3.95

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

Friday 09 August 2024  
07:44 am



## Euro

EUR/GBP	0.8556
EUR/USD	1.0925
EUR/JPY	160.75
EUR/SEK	11.4691
EUR/DKK	7.462
EUR/NOK	11.8189
EUR/CHF	0.9468
EUR/AUD	1.6553
EUR/HKD	8.5151
EUR/CAD	1.4993

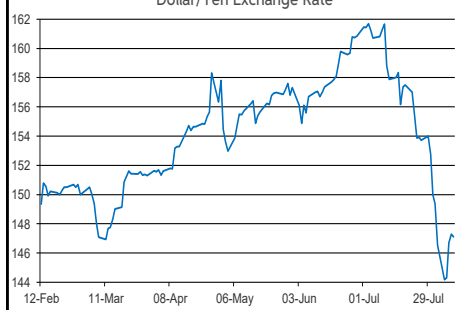
## Sterling

GBP/EUR	1.1682
GBP/USD	1.2764
GBP/CAD	1.7519
GBP/NZD	2.1183
GBP/JPY	187.78
GBP/SEK	13.3983
GBP/DKK	8.7167
GBP/NOK	13.8097
GBP/CHF	1.106
GBP/AUD	1.9342

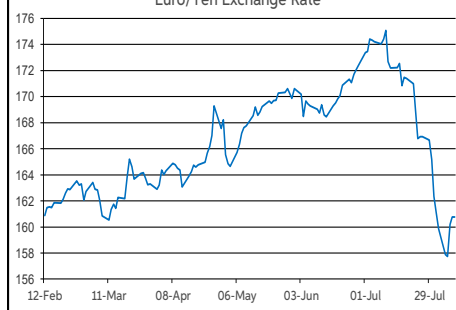
## Dollar

USD/JPY	147.12
USD/CAD	1.3722
USD/CHF	0.8666
USD/CNY	7.1703
USD/BRL	5.5473
USD/RUB	87
USD/INR	83.8925
AUD/USD	0.6598
NZD/USD	0.6025

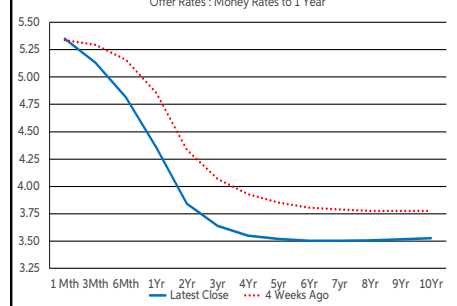
Dollar/Yen Exchange Rate



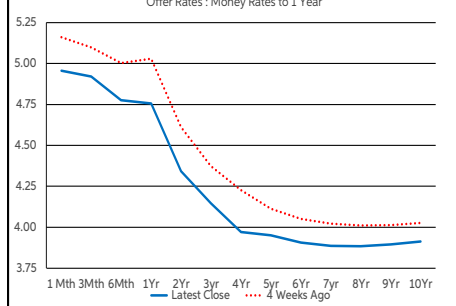
Euro/Yen Exchange Rate



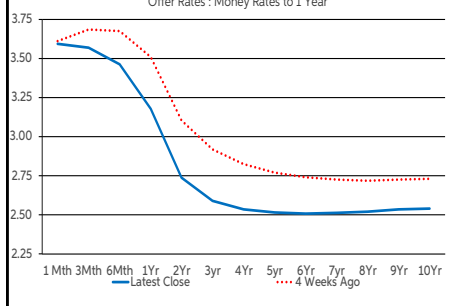
US Swap Curve  
Offer Rates : Money Rates to 1 Year



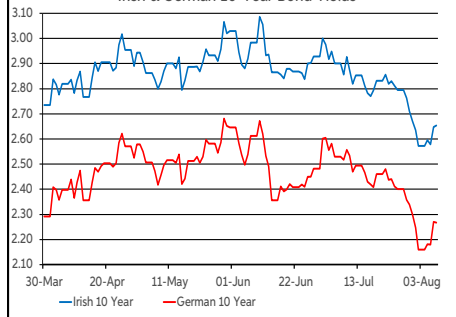
UK Swap Curve  
Offer Rates : Money Rates to 1 Year



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	4.00	+3	-20	+14
Germany	2.27	-0	-20	+24
UK	3.98	+3	-10	+44
5 Year Swap %				
US	3.79	+7	-32	-1
Eurozone	2.52	+0	-25	+9
UK	3.95	+3	-16	+30
2 Year Swap %				
US	4.08	+5	-51	-26
Eurozone	2.74	-0	-36	-6
UK	4.34	+3	-26	+8
10 Year Government Bond Spreads to Benchmark bps				
Ireland	42	+0	+4	+8
Belgium	61	+0	+4	-5
France	74	-0	+9	+21
Italy	143	-1	+11	-24
Spain	86	+0	+10	-10
Portugal	65	+0	+5	-10
Greece	112	+0	+10	+7

## Commodities

	% Change			
	Close	Day	4 Weeks	End 23
Brent Oil	79.16	+1.06	-7.31	+2.75
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	2426.7	+1.90	+0.50	+17.66

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