

Jam-packed macro calendar ahead

Overall, there was a positive tone to investor sentiment last week, despite choppy trading conditions at times. No new US trade tariffs and some strong earnings reports supported risk appetite. Against this backdrop, the Euro Stoxx 50 gained 1.4% last week, while the S&P 500 rose by 1.7%.

On the currency front, the dollar was under downward pressure as additional US trade tariffs were not introduced. Meantime, the euro was boosted by some better than anticipated flash PMI data for January. This saw EUR/USD register a fresh YTD high of \$1.0521 on Friday. At the same time, having softened in the early part of last week, the yen recouped its losses versus the dollar following the BoJ's decision to hike rates by 25bps to 0.50%. However, the dollar has started this week on a firmer footing, strengthening somewhat in overnight A-PAC trading before the European open.

In level terms, EUR/USD starts this morning in the top half of the \$1.04-1.05 range. Meantime, GBP/USD is changing hands at the midpoint of the \$1.24-1.25 corridor. EUR/GBP is operating back below the 84p threshold. Elsewhere, USD/JPY is in the lower half of the ¥156-157 band.

Turning to the week ahead, the first monetary policy meetings of the year for the Fed and the ECB will be the main focus of a jam-packed macro calendar. The Fed is expected to leave policy on hold but another 25bps cut from the ECB is widely anticipated. Data-wise, inflation will be in the spotlight, with US core-PCE (Dec) and flash HICP (Jan) for a slew of Eurozone economies due for release. The first readings of GDP for Q4 will also feature.

Daniel Noonan, Economist, AIB

Today's Opening FX Rates

		% Change	
		Day *	End 2024
EUR/USD	1.046	0.11	1.03
EUR/GBP	0.8394	-0.38	1.46
GBP/USD	1.2453	0.43	-0.46
GBP/EUR	1.1906	0.38	-1.44
USD/JPY	156.09	0.48	-0.69
EUR/JPY	163.3	0.57	0.34

* v Previous Day's European Open

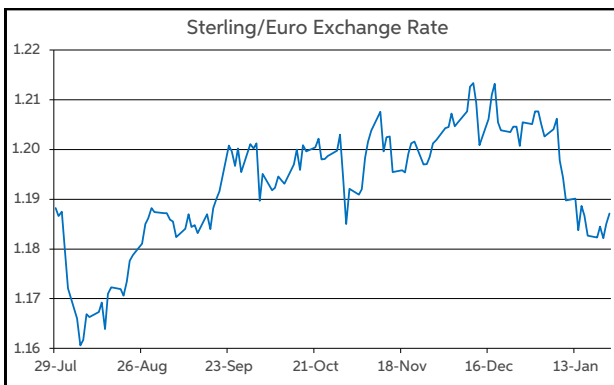
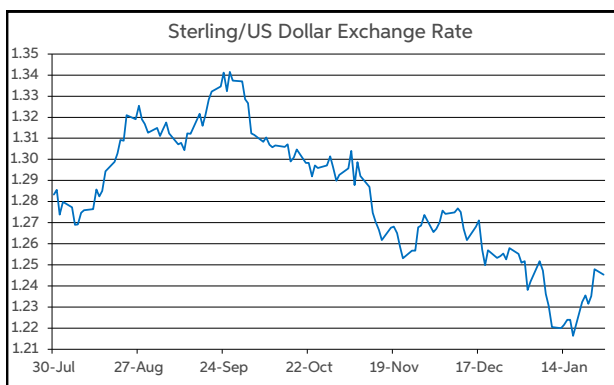
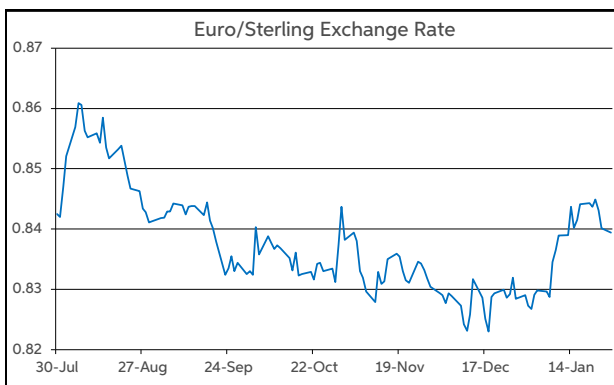
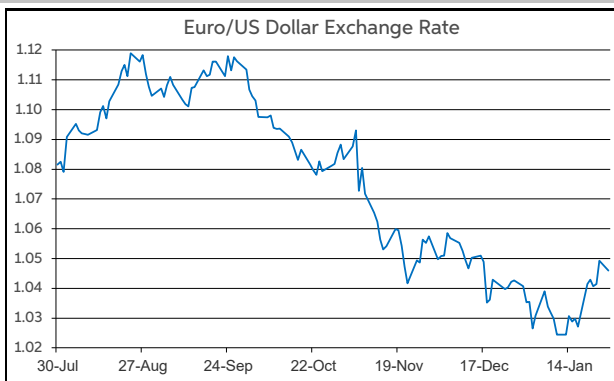
See Next Page for More Rates

Opening Interest Rates

	Base Rate	Money Market		Swap Rates		
		1-Mth	3-Mth	1-Yr	2-Yr	5-Yr
USD	4.38	4.30	4.28	4.17	4.38	4.37
EUR	3.15	2.74	2.64	2.46	2.41	2.44
GBP	4.75	4.55	4.49	4.31	4.46	4.33

All rates quoted are indicative market rates

See Next Page For More Rates & Charts



FX Spot

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Shane Gargan

FX Options

Mark Tuite

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Morning Comment

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Opening Levels

Monday 27 January 2025
06:37 am



Euro

EUR/GBP	0.8394
EUR/USD	1.046
EUR/JPY	163.3
EUR/SEK	11.4754
EUR/DKK	7.462
EUR/NOK	11.7604
EUR/CHF	0.9485
EUR/AUD	1.6636
EUR/HKD	8.1509
EUR/CAD	1.504

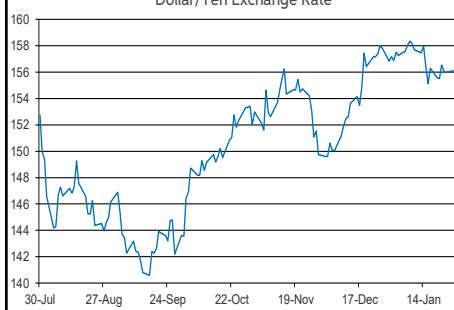
Sterling

GBP/EUR	1.1906
GBP/USD	1.2453
GBP/CAD	1.7906
GBP/NZD	2.1887
GBP/JPY	194.38
GBP/SEK	13.663
GBP/DKK	8.8803
GBP/NOK	13.9809
GBP/CHF	1.1289
GBP/AUD	1.9798

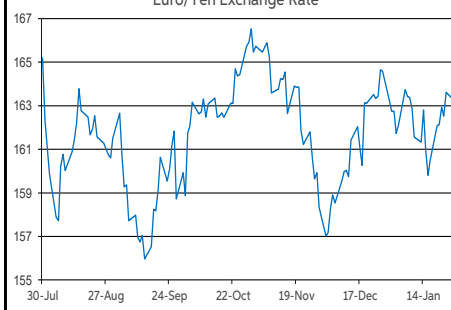
Dollar

USD/JPY	156.09
USD/CAD	1.438
USD/CHF	0.9066
USD/CNY	7.2662
USD/BRL	5.9109
USD/RUB	98.4
USD/INR	86.403
AUD/USD	0.6287
NZD/USD	0.5684

Dollar/Yen Exchange Rate

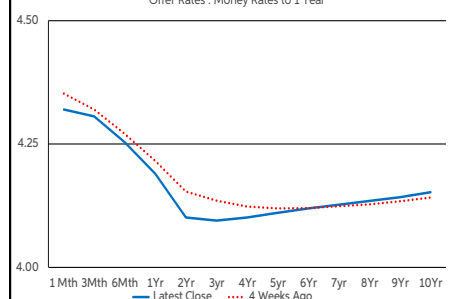


Euro/Yen Exchange Rate



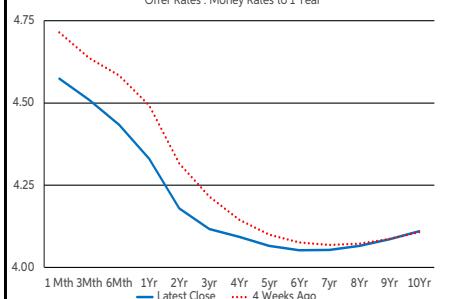
US Swap Curve

Offer Rates : Money Rates to 1 Year



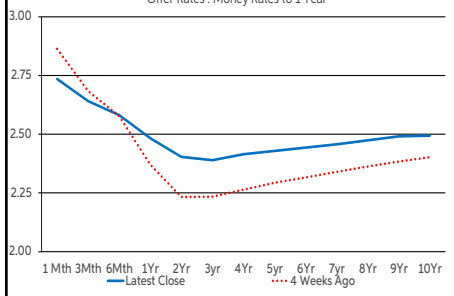
UK Swap Curve

Offer Rates : Money Rates to 1 Year

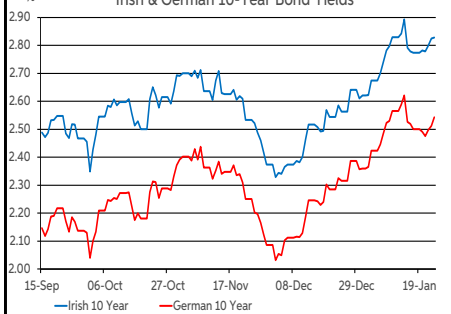


Eurozone Swap Curve

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	4.62	-1	+0	+5
Germany	2.55	+3	+15	+18
UK	4.63	-0	-0	+6
Ireland	2.85	+1	+16	+20
Belgium	3.18	+3	+18	+20
France	3.31	+1	+10	+11
Italy	3.66	+2	+12	+14
Spain	3.19	+2	+11	+13
Portugal	2.99	+2	+11	+14
Greece	3.47	+3	+23	+23

5 Year Swap %				
US	4.36	-3	-2	+7
Eurozone	2.43	+4	+14	+19
UK	4.30	+1	-5	+2

2 Year Swap %				
US	4.37	-1	-3	+3
Eurozone	2.40	+4	+18	+21
UK	4.43	+2	-11	-6

10 Year Government Bond Spreads to Benchmark bps				
Ireland	30	-2	+1	+2
Belgium	64	-0	+3	+2
France	76	-2	-5	-7
Italy	111	-1	-3	-4
Spain	65	-1	-4	-6
Portugal	44	-1	-5	-5
Greece	93	+0	+8	+4

Commodities

	% Change			
	Close	Day	4 Weeks	End 24
Brent Oil	78.5	+0.27	+5.84	+5.17
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	2771.3	+0.64	+5.77	+5.62

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