

## Euro edges lower overnight

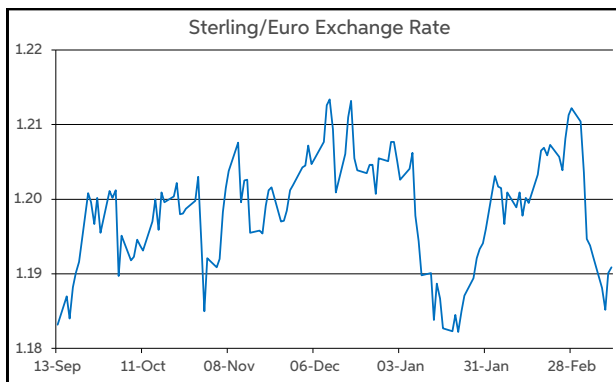
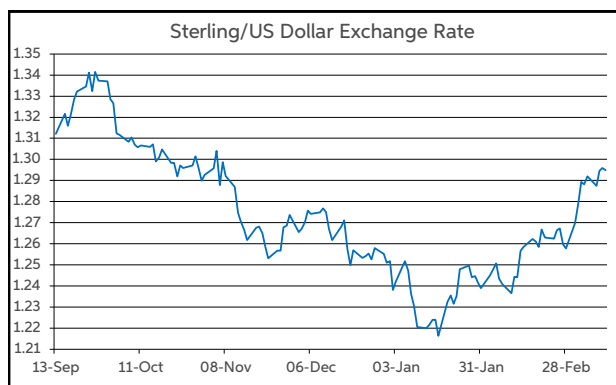
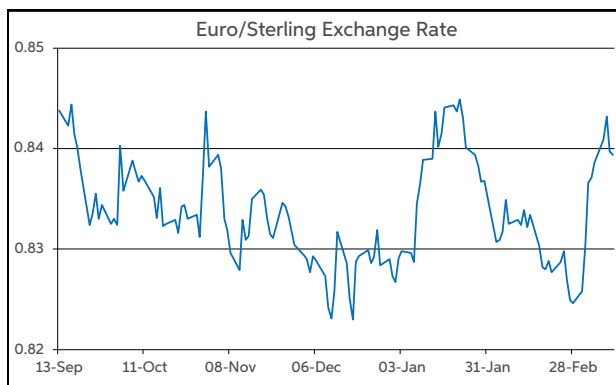
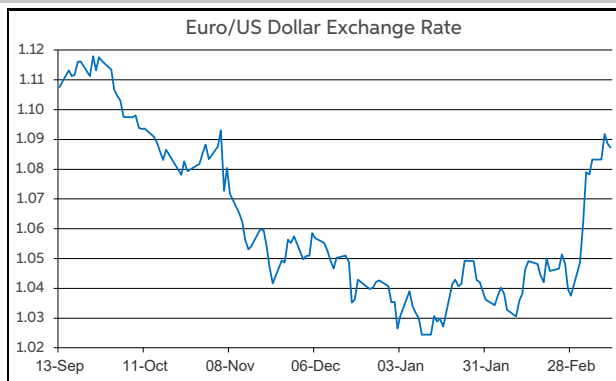
US Treasury yields rose by 3-6bps along the curve yesterday, as trade tariff uncertainty outweighed better than anticipated CPI inflation data. Both Canada and the EU placed retaliatory tariffs on certain US goods, as US tariffs on steel and aluminium imports took effect. Meantime, US CPI inflation eased to 2.8% in February (vs. +2.9% f'cast), while core-CPI slowed to 3.1% (vs. 3.2% f'cast).

Overall though, trading conditions were somewhat calmer across financial markets yesterday, amid a relatively quiet macro-calendar. In-line with US yields, UK Gilt yields rose by 1-5bps, although German Bunds were little changed. On equity markets, the Euro Stoxx 50 rose by 0.9%. Meantime, the S&P 500 registered a 0.5% gain.

On the currency front, the main FX pairs operated within narrow trading ranges yesterday. EUR/USD continued to straddle the \$1.09 handle, while all the action in GBP/USD was contained within the \$1.29-1.30 range. Meantime, EUR/GBP changed hands in the lower half of 84-85p throughout the European session. However, the euro edged lower overnight. This sees EUR/USD open today in the top half of \$1.08-1.09. EUR/GBP is just below 84p, and GBP/USD is at the midpoint of \$1.29-1.30.

Turning to the day ahead, the main release of note will be Eurozone industrial production for January. A 0.6% rebound in output is expected in the month, following a sharp 1.1% fall in December. This would mean industrial output was 1.1% lower in year-on-year terms at the start of 2025. In the US, PPI inflation (February) and the latest weekly jobless claims figures will be of interest. At the same time, markets are likely to remain reactive to tariff policy related newsflow.

**Daniel Noonan, Economist, AIB**



Today's Opening FX Rates			
		% Change	
		Day *	End 2024
EUR/USD	1.0873	-0.28	5.02
EUR/GBP	0.8394	-0.43	1.46
GBP/USD	1.2949	0.15	3.50
GBP/EUR	1.1906	0.43	-1.44
USD/JPY	147.67	-0.24	-6.05
EUR/JPY	160.58	-0.53	-1.33

\* 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	4.31	4.29	4.01	4.09	4.05
EUR	2.65	2.45	2.55	2.32	2.31	2.50
GBP	4.50	4.44	4.38	4.18	4.31	4.29

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 13 March 2025  
06:42 am



## Euro

EUR/GBP	0.8394
EUR/USD	1.0873
EUR/JPY	160.58
EUR/SEK	10.9848
EUR/DKK	7.459
EUR/NOK	11.5781
EUR/CHF	0.9573
EUR/AUD	1.7271
EUR/HKD	8.4504
EUR/CAD	1.5659

## Sterling

GBP/EUR	1.1906
GBP/USD	1.2949
GBP/CAD	1.8646
GBP/NZD	2.267
GBP/JPY	191.2
GBP/SEK	13.0811
GBP/DKK	8.8841
GBP/NOK	13.7882
GBP/CHF	1.1398
GBP/AUD	2.0568

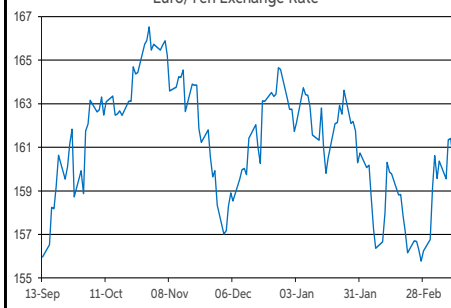
## Dollar

USD/JPY	147.67
USD/CAD	1.4401
USD/CHF	0.8802
USD/CNY	7.2392
USD/BRL	5.7989
USD/RUB	86.85
USD/INR	87.08
AUD/USD	0.6293
NZD/USD	0.571

Dollar/Yen Exchange Rate

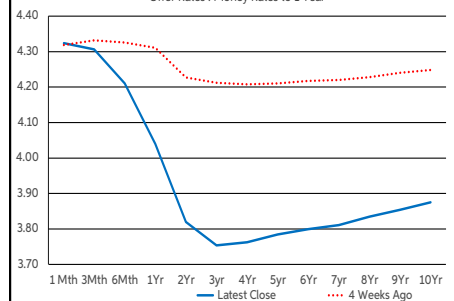


Euro/Yen Exchange Rate



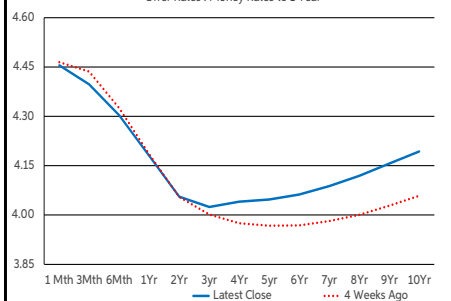
US Swap Curve

Offer Rates : Money Rates to 1 Year



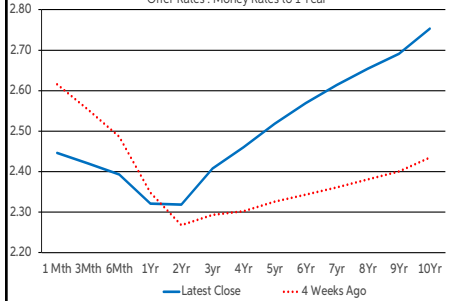
UK Swap Curve

Offer Rates : Money Rates to 1 Year

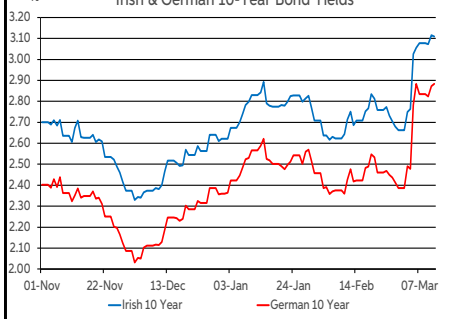


Eurozone Swap Curve

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	4.32	+3	-32	-26
Germany	2.89	+2	+41	+53
UK	4.73	+5	+18	+15
5 Year Swap %				
US	4.02	+3	-43	-27
Eurozone	2.51	-2	+20	+28
UK	4.28	+7	+10	-0
2 Year Swap %				
US	4.07	+5	-40	-26
Eurozone	2.31	-1	+5	+12
UK	4.30	+6	+4	-19
10 Year Government Bond Spreads to Benchmark bps				
Ireland	25	-3	-5	-4
Belgium	54	-4	-4	-8
France	67	-5	-5	-16
Italy	105	-4	-3	-11
Spain	61	-4	-5	-9
Portugal	50	-4	-3	+1
Greece	84	-0	-4	-4

## Commodities

	Close	% Change		
		Day	4 Weeks	End 24
Brent Oil	70.95	+2.00	-5.63	-4.94
West Texas Oil	71.65	-0.17	-1.90	-1.27
Gold \$	2932.1	+0.55	+0.98	+11.75

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