BBVA Research

# Market Comment |Extended gains in oil prices encourage positive market mood

Global Financial Markets Unit
22 Apr 2016

- **Euro zone PMI remains almost unchanged in April, while US manufacturing declines.** Euro zone composite PMI remained stable in April (decreasing by 0.1 points to 53.0; BBVAe: 53.2, consensus: 53.3) with both services and manufacturing indices remaining broadly stable. By country, Germany composite PMI declined unexpectedly (by 0.2 to 53.8 BBVAe: 54.0, consensus: 54.2) hampered by the unexpected deterioration in services and despite the improvement in manufacturing. In France, composite PMI rose by more than expected (by 0.5 points to 50.5; BBVAe: 50.1, consensus: 50.2) helped by services, which stopped contracting, while manufacturing activity continued to deteriorate ( see). On the other hand, **US manufacturing PMI dropped** in April against estimates of an increase (by 0.7 points to 50.8; consensus: 52.0), with new orders declining.

- **Oil prices and the ECB meeting were the cornerstones in the financial markets in this past week.** The oil producers' meeting in Doha ended without an agreement to freeze oil production at January's levels. Saudi Arabia's opposition to signing an agreement without the participation of Iran was the main obstacle to striking a deal. Initially, the lack of agreement had a strong impact on oil prices, which fell sharply (Brent -6.4% to 41 $/b and West Texas -7% to 37.55%) but the falls reversed - even in the same session -, keeping the upward trend intact. The main drivers behind this week's positive oil prices were encouraging signs from the supply side: 1) smaller-than-expected US oil inventories, and 2) The International Energy Agency (IEA) predicting the biggest output fall in 25 years in non-OPEC countries' production in 2016. Prices ended the week reaching a new high for the year (Brent: 45.9 USD/b WTx: 43.5 USD/b per barrel).

- **The other main event during this week was the ECB meeting.** As expected, it did not bring any substantial change in monetary policy. The willingness of the monetary authority to use all the instruments available to reach its target (which could include further deposit rate cuts if needed) was unnoticed by markets. On bond markets, yields moved up sharply across the board (GER 10Y:+ 11bps ITA 10Y: +15 bps SPA 10Y: +10 bps POR 10Y: +12 bps US 10Y: +13 bps). The Greek risk premium narrowed sharply due to increasing expectations of an agreement with European creditors at next week's extraordinary Eurogroup meeting. The European corporate bond index also performed positively after the ECB meeting, as the monetary authorities unveiled details of the corporate bond purchase programme, which suggests that the ECB wishes to provide assurance of a sizable programme, despite the narrow corporate market - the high limit of the purchases by ISIN (70%) and the inclusion of insurance companies in the programme as well as all companies established in the euro zone, regardless of where the parent company is located- (iTraxs Europe -5bps in the week and 23bps since March's announcement).

- **In equity markets, the high volatility in Chinese financial markets (Shanghai: -3.9%) was not enough to derail the recent positive market mood.** The negative performance of Chinese stocks may be due to both technical factors (profit taking) and fading expectations of further easing measures, after

PBoC Chief Economist Jun Ma said that the improvement shown in the latest macroeconomic data could lead to a slower pace in the implementation of new easing measures. Nonetheless, the rest of the main equity indices rose during last week (Eurostoxx: +2.7% IBEX: +4.4% DAX: +3.0% CAC: +1.5% MIB: +2.5%), with the banking sector extending gains. The Nikkei continued its recovery (+4.3%) helped by the probability of more monetary policy easing and the depreciation of the JPY against the USD.

- **Despite the rebound in commodity prices** (Brent: +5.1% Wtx: -8.7%), EM currencies showed a mixed performance against the US dollar (RUB: +0.1% BRL: -1.6% COP: +1.8% CLP: -0.4% MXN: +0.5%).The USD appreciated in the week against the main developed market currencies with the exception of the GBP (EUR: -0.38% GBP: +1.25% JPY: -2.5%).

**FOMC preview:**

April's FOMC meeting is the central focus for the week even though we are not expecting another 25 basis point rate increase at this time. Since the March meeting, employment and inflation reports have pointed to continued improvement, and global financial volatility has declined. However, other economic indicators have surprised to the downside, and lingering uncertainties are playing right into the hands of the doves. Last month's meeting revealed that there are some hawkish members making a push to move things along, but there likely won't be enough support for a rate increase until at least June, if not later. Also, markets are not pricing in an April rate hike, so a surprise announcement could cause unwanted financial market disruption. As long as economic data continue to evolve in line with the Fed's expectations and we don't experience another global economic shock, the FOMC could be confident in raising rates by June. Still, a few days can make a world of difference, with the Fed more willing to hold off on further action if data surprises to the downside. The "asymmetry" argument - where the FOMC has less wiggle room to adjust if economic data prove to be weaker-than-expected but can move quicker on the upside - supports a more cautious strategy at this time. Therefore, we continue to expect the next 25 basis point rise in June and another towards the end of the year, closing out 2016 at 1.0%.

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Table 1

(Current level and changes at daily, weekly, monthly and annual frequencies)

## Debt markets *(changes in bp)*

Developed Markets
US 2-yr 0,82 (1) (8) (-3) (-23)
US 5-yr 1,35 (2) (14) (-1) (-41)
US 10-yr 1,88 (2) (13) (0) (-39)

Japan 10-yr -0,11 (0) (1) (0) (-38)

GER 2-yr -0,5 (-1) (1) (-1) (-15)
GER 5-yr -0,33 (-2) (5) (-2) (-28)
GER 10-yr 0,23 (-1) (11) (4) (-40)

Belgium 10-yr 0,61 (0) (9) (2) (-36)
France 10-yr 0,57 (0) (10) (2) (-42)
Greece 10-yr 8,53 (-26) (-44) (-20) (25)
Ireland 10-yr 0,92 (1) (10) (9)
Italy 10-yr 1,48 (2) (15) (18) (-12)
Netherlands 10-yr 0,44 (-1) (9) (2) (-36)
Portugal 10-yr 3,29 (9) (12) (36) (78)
Spain 10-yr 1,6 (0) (10) (7) (-17)

Emerging Markets
Brazil 10-yr 12,99 (3) (-2) (-107) (-352)
Chile 10-yr 4,37 (0) (1) (-6) (-29)
Colombia 10-yr 8,14 (2) (-3) (-15) (-51)
Mexico 10-yr 5,92 (0) (12) (-16) (-35)
Peru 10-yr 6,2 (0) (-32) (-85) (-111)

Poland 10-yr 3,05 (7) (8) (17) (11)
Russia 5-yr 9,27 (4) (-8) (6) (-61)
Russia 10-yr 9,16 (4) (-8) (4) (-40)
Turkey 10-yr 8,97 (-2) (-23) (-92) (-150)

India 10-yr 7,46 (-2) (2) (-5) (-30)
Indonesia 10-yr 7,61 (16) (20) (-16) (-114)

## Country risk *(changes in bp)*

Developed Markets
10-yr sovereign spreads *(against Germany)*
Belgium 38 (1) (-2) (-2) (4)
France 33 (0) (-1) (-2) (-3)
Greece 830 (-26) (-54) (-24) (64)
Ireland 69 (1) (0) (5) (16)
Italy 125 (2) (4) (15) (28)
Netherlands 21 (0) (-1,3) (-2) (4)
Portugal 306 (10) (1,8) (33) (117)
Spain 137 (1) (0) (3) (23)

5-yr sovereign spreads *(against Germany)*
Belgium 7 (1) (-2,2) (1) (-1)
France 13 (0) (-2) (-1) (0)
Greece 1635 (2) (-5) (2) (28)
Ireland 35 (0) (-1) (-2) (9)
Italy 74 (2) (1) (11) (19)
Netherlands -2 (0) (-0,9) (-1) (-2)
Portugal 239 (7) (-2) (23) (128)
Spain 75 (1) (-2) (6) (3)

2-yr sovereign spreads *(against Germany)*
Belgium 4 (0) (0) (-2) (0)
France 4 (0) (-0,5) (-2) (0)
Ireland 17 (-1) (-1) (3) (3)
Italy 49 (0) (-2) (0) (17)
Netherlands 0 (0) (1) (0) (3)
Portugal 120 (4) (-1) (8) (75)
Spain 47 (1) (-2) (-4) (12)

5-yr sovereign CDS
5-yr CDS Belgium 51 (0) (2) (0) (19)
5-yr CDS France 38 (0) (5) (-1) (13)
5-yr CDS Germany 19 (0) (1) (-2) (6)
5-yr CDS Greece 1115 (-14) (-6) (76) (56)
5-yr CDS Ireland 66 (-1) (1) (4) (26)
5-yr CDS Italy 127 (-4) (0) (3) (32)
5-yr CDS Netherlands 24 (-2) (1) (0) (9)
5-yr CDS Portugal 261 (-7) (-5) (16) (93)
5-yr CDS Spain 92 (-2) (-1) (-2) (3)
5-yr CDS UK 40 (0) (-2) (3) (20)
5-yr CDS US 21 (0) (1) (0) (2)

Emerging Markets
5-yr sovereign CDS
5-yr CDS Brazil 345 (18) (16) (-9) (-147)
5-yr CDS Chile 95 (4) (0) (-2) (-31)
5-yr CDS Colombia 213 (12) (3) (10) (-25)
5-yr CDS Mexico 159 (10) (3) (1) (-11)
5-yr CDS Peru 152 (8) (-1) (-6) (-33)
5-yr CDS Venezuela 5515 (58) (-32) (243) (-528)

5-yr CDS Poland80 (-3) (-7) (-7) (8)
5-yr CDS Russia 251 (10) (-14) (-29) (-51)
5-yr CDS Turkey 239 (16) (0) (-14) (-34)

5-yr CDS China 122 (2) (4) (-3) (14)
5-yr CDS India 154 (-3) (-4) (-9) (6)
5-yr CDS Indonesia 193 (1) (-1) (-6) (-34)

## Credit risk

Risk indicators *(changes in percentage except for BAA spreads, bp)*
VIX 14,06 (0,8) (3,2) (-5,9) (-4)
VSTOXX 20,53 (1,1) (-0,1) (-7,1) (-2)
EM EFT volatility Index 22 (1) (0) (-8) (-5)
Dollar/euro volatility 7,6 (-0,9) (-8,8) (-14,4) (-21)
EM FX volatility index 11 (0) (-6) (-8) (-6)
Credit spread (BAA) 291,1 (-1,8) (-8,7) (-14,2) (-32)
US bonds volatility index 69 (0) (3) (-3) (1)

Bank risk *(changes in bp)*
US banks CDS 79 (1) (-8) (-16) (4)
EMU banks CDS 99 (-6) (-8) (-13) (15)
UK banks CDS 107 (-3) (-15) (-18) (29)

Large Spanish banks CDS 110 (-5) (-13) (-13) (-27)
Medium Spanish banks CDS 181 (-10) (-16) (-17) (24)

Greek banks CDS 1653 (-20) (-30) (-34) (1)
Russian banks CDS 353 (0) (-24) (-37) (-29)

Corporate risk *(changes in bps)*
US Non-financial CDS 229 (6) (-10) (-246) (-153)
EMU Non-financial CDS 211 (-7) (-8) (-1) (38)
UK Non-financial CDS 170 (-4) (-13) (-18) (-22)

## Interbank markets *(changes in bp)*

UEM OIS spread 3m 10 (0) (0) (-1) (-1)
UEM OIS spread 12m 38 (0) (-1) (-1) (4)
UEM TED spread 3m 37 (0) (2) (6) (-4)

US OIS spread 3m 25 (0) (-1) (1) (2)
US OIS spread 12m 72 (-1) (-3) (3) (16)
US TED spread 3m 41 (0) (-1) (6) (-4)

Spain Ted Spread 3m 6 (0) (6,4) (11) (1)

EONIA Index -0,34 (0) (-0,1) (0) (-22)
Euribor 3m -0,25 (0) (0) (-1) (-12)
Euribor 12m -0,01 (0) (0) (-1) (-7)

Libor 3m 0,64 (0) (1) (1) (3)
Libor 12m 1,24 (0) (2) (0) (6)

## Stock markets *(Changes in percentage)*

Developed Markets
Main equity indices
S&P500 2083,1 (-0,4) (0,1) (2,3) (2)
Dow Jones 17938,6 (-0,2) (0,2) (2,5) (3)
Nikkei 17572,5 (1,2) (4,3) (3,4) (-8)
FTSE 100 6383,3 (-1,2) (-0,6) (1,7) (1)
EuroStoxx 50 3137,3 (-0,5) (2,7) (3,1) (-4)
IBEX9236,1 (0,4) (4,4) (3,5) (-3)
DAX 10355,2 (-0,8) (3) (3,3) (-4)
CAC4564,1 (-0,4) (1,5) (3,2) (-2)
MIB 18708,4 (-0,1) (2,5) (1,3) (-13)
ASE Athens 605,9 (1,2) (5,4) (9,9) (-4)

Bank stocks
US banks 85,9 (0,7) (5,2) (8,8) (-9)
JPM 63,9 (0,5) (3,3) (6,6) (-3)
Citi 47 (0,8) (4,6) (10,9) (-9)
BoA 15 (0,6) (7) (10) (-11)
MS 27,6 (1,2) (7,1) (9,2) (-13)
GS 166,3 (0,6) (4,9) (7,9) (-8)

UK banks 75,2 (-0,8) (3) (4,9) (-14)
HSBC 466 (-1,3) (3,4) (4) (-13)
RBS 252,1 (-0,6) (7,3) (10,5) (-17)
Barclays 171,5 (-0,3) (2,7) (9,6) (-22)
Lloyds 68,1 (-0,9) (-0,1) (-1,1) (-7)

EMU banks 90,6 (0,3) (4,4) (3,1) (-16)
BNP 47,6 (0,3) (5,8) (7,6) (-9)
Crédit Agricole 10,1 (0,8) (4) (2,1) (-7)
Deutsche Bank 16,8 (0,4) (9,4) (3,5) (-25)
ING 11,5 (0,3) (3,3) (3,6) (-8)
Intesa 2,5 (-0,7) (1) (0,9) (-20)
SG 35,8 (0,7) (5,7) (4,5) (-16)
Unicredito 3,5 (-0,1) (2,7) (-1,4) (-31)

Large Spanish banks 73,8 (1) (10,6) (8) (-2)
Santander 4,5 (0,9) (10,5) (9,8) (-2)
BBVA 6,6 (1) (10,7) (6,7) (-3)

Medium Spanish banks 77,3 (1,4) (6,3) (3,9) (-6)
Caixabank 2,8 (1,3) (5,7) (3,6) (-12)
Popular 2,5 (0,4) (6,7) (3,3) (-17)
Sabadell 1,7 (2,8) (9) (4,7) (6)
Bankinter 6,8 (1,2) (5,2) (6,7) (4)
Bankia 0,9 (0,9) (4,7) (0,2) (-16)

Greek banks 4 (6,2) (14,4) (24,6) (-12)
Alpha Bank2,3 (6,6) (13,6) (29,1) (-9)
Pireus Bank0,3 (-0,7) (15,7) (52) (-4)
National Central Bank0,3 (2,4) (11,7) (35,2) (-14)
Eurobank Ergasias0,9 (7) (16,8) (12,6) (-16)

Emerging Markets
Main equity indices
MSCI Latam 68350 (-0,04) (1,4) (2,9) (15,2)
Ibovespa (Brazil) 52961 (-1,3) (-0,5) (6,6) (22,2)
Mexbol 45674 (0,3) (0,3) (0,1) (6,3)

MSCI EM Europe 4696 (0,01) (2) (3,1) (10,5)
Poland 1943 (-0,4) (0,2) (0,4) (4,5)
Micex (Russia) 1964 (0,7) (3) (4,5) (11,5)
Ise 100 (Turkey) 85629 (0,2) (0,3) (6,8) (19,7)

MSCI EM Asia 671 (0,88) (0,1) (1,5) (1,6)
Shanghai Composite (China) 2959 (0,22) (-3,9) (-1,7) (-16,4)
Jakarta Composite (Indonesia) 4915 (0,2) (1,9) (1,2) (7)

Bank stocks
Turkish banks 87 (-1,1) (-0,3) (7,8) (18)
Akbank T.A.S. 8 (-0,6) (0) (7,9) (26,7)
Garanti 8 (-2,3) (-0,7) (8,8) (18,7)
Turkiye Is Bankasi 5 (-0,2) (-0,2) (6,5) (7,4)

Russian banks 164 (1) (-0,7) (6) (7,9)
Sberbank 121 (1,4) (1,3) (10,8) (19,4)
VTB Bank 0,1 (0,2) (-4,6) (-2,5) (-9,9)

## Currencies *(in percentage, positive for dollar depreciation)*

Developed Markets
EURUSD 1,124 (-0,42) (-0,38) (0,5) (3,5)
GBPUSD 1,44 (0,39) (1,25) (1,9) (-2,4)
USDJPY 111,46 (-1,83) (-2,48) (0,8) (7,3)
DXY 94,95 (-0,4) (-0,3) (1,1) (3,7)

Emerging Markets
USDARS (Argentina) 14,47 (-1,3) (-3) (0,3) (-11,9)
USDBRL (Brazil) 3,59 (-1,7) (-1,6) (2,6) (9,4)
USDCLP (Chile) 669,17 (-0,6) (-0,4) (1,3) (5,6)
USDCOP (Colombia) 2943,46 (-0,1) (1,8) (4,2) (7,3)
USDMXN (Mexico) 17,46 (0,1) (0,5) (0,7) (-1,5)
USDPEN (Peru) 3,28 (-0,3) (-0,1) (3) (4)
LACI 64,56 (-0,8) (-0,3) (1,5) (3,1)

USDPLN (Poland) 3,88 (-1,5) (-2) (-2) (1)
USDRUB (Russia) 66,43 (0,5) (0,1) (3,2) (8,4)
USDTRY (Turkey) 2,84 (-0,3) (0,4) (1,2) (2,6)

USDCNY (China) 6,5 (-0,3) (-0,4) (0,1) (-0,1)
USDINR (India) 66,48 (-0,1) (0,2) (0,2) (-0,5)
USDIDR (Indonesia) 13194 (-0,3) (-0,1) (-0,1) (4,3)
ADXY 108,01 (-0,2) (-0,2) (0,5) (1,4)

## Commodities *(change in percentage)*

Brent 45,3 (1,7) (5,1) (11,9) (21,5)
WTx 43,88 (1,6) (8,7) (10,3) (18,5)
Copper 229,25 (1,8) (6,5) (2,8) (7,9)
Gold 1241,4 (-0,5) (0,6) (1,7) (17)
Baltic Dry Index 670 (0) (5,5) (67,1) (40,2)
S&P GSCI Spot commodity index 348,332 (-1,2) (2,5) (3,2) (12,7)
S&P GSCI Brent Spot 377,788 (-2,7) (1,3) (4,4) (20,4)
S&P GSCI Metals Spot 271,81 (0,2) (3,8) (2,7) (6,7)
S&P GSCI Agricultural Spot 305,883 (-1,1) (5,9) (5,4) (7,9)

Source: Bloomberg, Datastream and Haver

**(Current level and changes at daily, weekly, monthly and annual frequencies)**

## Debt markets *(changes in bp)*

Developed Markets
US 2-yr 0,82 (1) (8) (-3) (-23)
US 5-yr 1,35 (2) (14) (-1) (-41)
US 10-yr 1,88 (2) (13) (0) (-39)

Japan 10-yr -0,11 (0) (1) (0) (-38)

GER 2-yr -0,5 (-1) (1) (-1) (-15)
GER 5-yr -0,33 (-2) (5) (-2) (-28)
GER 10-yr 0,23 (-1) (11) (4) (-40)

Belgium 10-yr 0,61 (0) (9) (2) (-36)
France 10-yr 0,57 (0) (10) (2) (-42)
Greece 10-yr 8,53 (-26) (-44) (-20) (25)
Ireland 10-yr 0,92 (1) (10) (9)
Italy 10-yr 1,48 (2) (15) (18) (-12)
Netherlands 10-yr 0,44 (-1) (9) (2) (-36)
Portugal 10-yr 3,29 (9) (12) (36) (78)
Spain 10-yr 1,6 (0) (10) (7) (-17)

Emerging Markets
Brazil 10-yr 12,99 (3) (-2) (-107) (-352)
Chile 10-yr 4,37 (0) (1) (-6) (-29)
Colombia 10-yr 8,14 (2) (-3) (-15) (-51)
Mexico 10-yr 5,92 (0) (12) (-16) (-35)
Peru 10-yr 6,2 (0) (-32) (-85) (-111)

Poland 10-yr 3,05 (7) (8) (17) (11)
Russia 5-yr 9,27 (4) (-8) (6) (-61)
Russia 10-yr 9,16 (4) (-8) (4) (-40)
Turkey 10-yr 8,97 (-2) (-23) (-92) (-150)

India 10-yr 7,46 (-2) (2) (-5) (-30)
Indonesia 10-yr 7,61 (16) (20) (-16) (-114)

## Country risk *(changes in bp)*

Developed Markets
10-yr sovereign spreads *(against Germany)*
Belgium 38 (1) (-2) (-2) (4)
France 33 (0) (-1) (-2) (-3)
Greece 830 (-26) (-54) (-24) (64)
Ireland 69 (1) (0) (5) (16)
Italy 125 (2) (4) (15) (28)
Netherlands 21 (0) (-1,3) (-2) (4)
Portugal 306 (10) (1,8) (33) (117)
Spain 137 (1) (0) (3) (23)

5-yr sovereign spreads *(against Germany)*
Belgium 7 (1) (-2,2) (1) (-1)
France 13 (0) (-2) (-1) (0)
Greece 1635 (2) (-5) (2) (28)
Ireland 35 (0) (-1) (-2) (9)
Italy 74 (2) (1) (11) (19)
Netherlands -2 (0) (-0,9) (-1) (-2)
Portugal 239 (7) (-2) (23) (128)
Spain 75 (1) (-2) (6) (3)

2-yr sovereign spreads *(against Germany)*
Belgium 4 (0) (0) (-2) (0)
France 4 (0) (-0,5) (-2) (0)
Ireland 17 (-1) (-1) (3) (3)
Italy 49 (0) (-2) (0) (17)
Netherlands 0 (0) (1) (0) (3)
Portugal 120 (4) (-1) (8) (75)
Spain 47 (1) (-2) (-4) (12)

5-yr sovereign CDS
5-yr CDS Belgium 51 (0) (2) (0) (19)
5-yr CDS France 38 (0) (5) (-1) (13)
5-yr CDS Germany 19 (0) (1) (-2) (6)
5-yr CDS Greece 1115 (-14) (-6) (76) (56)
5-yr CDS Ireland 66 (-1) (1) (4) (26)
5-yr CDS Italy 127 (-4) (0) (3) (32)
5-yr CDS Netherlands 24 (-2) (1) (0) (9)
5-yr CDS Portugal 261 (-7) (-5) (16) (93)
5-yr CDS Spain 92 (-2) (-1) (-2) (3)
5-yr CDS UK 40 (0) (-2) (3) (20)
5-yr CDS US 21 (0) (1) (0) (2)

Emerging Markets
5-yr sovereign CDS
5-yr CDS Brazil 345 (18) (16) (-9) (-147)
5-yr CDS Chile 95 (4) (0) (-2) (-31)
5-yr CDS Colombia 213 (12) (3) (10) (-25)
5-yr CDS Mexico 159 (10) (3) (1) (-11)
5-yr CDS Peru 152 (8) (-1) (-6) (-33)
5-yr CDS Venezuela 5515 (58) (-32) (243) (-528)

5-yr CDS Poland80 (-3) (-7) (-7) (8)
5-yr CDS Russia 251 (10) (-14) (-29) (-51)
5-yr CDS Turkey 239 (16) (0) (-14) (-34)

5-yr CDS China 122 (2) (4) (-3) (14)
5-yr CDS India 154 (-3) (-4) (-9) (6)
5-yr CDS Indonesia 193 (1) (-1) (-6) (-34)

## Credit risk

Risk indicators *(changes in percentage except for BAA spreads, bp)*
VIX 14,06 (0,8) (3,2) (-5,9) (-4)
VSTOXX 20,53 (1,1) (-0,1) (-7,1) (-2)
EM EFT volatility Index 22 (1) (0) (-8) (-5)
Dollar/euro volatility 7,6 (-0,9) (-8,8) (-14,4) (-21)
EM FX volatility index 11 (0) (-6) (-8) (-6)
Credit spread (BAA) 291,1 (-1,8) (-8,7) (-14,2) (-32)
US bonds volatility index 69 (0) (3) (-3) (1)

Bank risk *(changes in bp)*
US banks CDS 79 (1) (-8) (-16) (4)
EMU banks CDS 99 (-6) (-8) (-13) (15)
UK banks CDS 107 (-3) (-15) (-18) (29)

Large Spanish banks CDS 110 (-5) (-13) (-13) (-27)
Medium Spanish banks CDS 181 (-10) (-16) (-17) (24)

Greek banks CDS 1653 (-20) (-30) (-34) (1)
Russian banks CDS 353 (0) (-24) (-37) (-29)

Corporate risk *(changes in bps)*
US Non-financial CDS 229 (6) (-10) (-246) (-153)
EMU Non-financial CDS 211 (-7) (-9) (-1) (38)
UK Non-financial CDS 170 (-4) (-13) (-18) (-22)

## Interbank markets *(changes in bp)*

UEM OIS spread 3m 10 (0) (0) (-1) (-1)
UEM OIS spread 12m 38 (0) (-1) (-1) (4)
UEM TED spread 3m 37 (0) (2) (6) (-4)

US OIS spread 3m 25 (0) (-1) (1) (2)
US OIS spread 12m 72 (-1) (-3) (3) (16)
US TED spread 3m 41 (0) (-1) (8) (-4)

Spain Ted Spread 3m 6 (0) (6,4) (11) (1)

EONIA Index -0,34 (0) (-0,1) (0) (-22)
Euribor 3m -0,25 (0) (0) (-1) (-12)
Euribor 12m -0,01 (0) (0) (-1) (-7)

Libor 3m 0,64 (0) (1) (1) (3)
Libor 12m 1,24 (0) (2) (0) (6)

## Stock markets *(Changes in percentage)*

Developed Markets
Main equity indices
S&P500 2083,1 (-0,4) (0,1) (2,3) (2)
DowJones 17938,6 (-0,2) (0,2) (2,5) (3)
Nikkei 17572,5 (1,2) (4,3) (3,4) (-8)
FTSE 100 6303,3 (-1,2) (-0,6) (1,7) (1)
EuroStoxx 50 3137,3 (-0,5) (2,7) (3,1) (-4)
IBEX9236,1 (0,4) (4,4) (3,5) (-3)
DAX 10355,2 (-0,8) (3) (3,3) (-4)
CAC4564,1 (-0,4) (1,5) (3,2) (-2)
MIB 18708,4 (-0,1) (2,5) (1,3) (-13)
ASE Athens 605,9 (1,2) (5,4) (9,9) (-4)

Bank stocks
US banks 85,9 (0,7) (5,2) (8,8) (-9)
JPM 63,9 (0,5) (3,3) (6,6) (-3)
Citi 47 (0,8) (4,6) (10,9) (-9)
BoA 15 (0,6) (7) (10) (-11)
MS 27,6 (1,2) (7,1) (9,2) (-13)
GS 166,3 (0,6) (4,9) (7,9) (-8)

UK banks 75,2 (-0,8) (3) (4,9) (-14)
HSBC 466 (-1,3) (3,4) (4) (-13)
RBS 252,1 (-0,6) (7,3) (10,5) (-17)
Barclays 171,5 (-0,3) (2,7) (9,6) (-22)
Lloyds 68,1 (-0,9) (-0,1) (-1,1) (-7)

EMU banks 90,6 (0,3) (4,4) (3,1) (-16)
BNP 47,8 (0,3) (5,8) (7,6) (-9)
Crédit Agricole 10,1 (0,8) (4) (2,1) (-7)
Deutsche Bank 16,8 (0,4) (9,4) (3,5) (-25)
ING 11,5 (0,3) (3,6) (3,6) (-8)
Intesa 2,5 (-0,7) (1) (0,9) (-20)
SG 35,8 (0,7) (5,7) (4,5) (-16)
Unicredito 3,5 (-0,1) (2,7) (-1,4) (-31)

Large Spanish banks 73,8 (1) (10,6) (8) (-2)
Santander 4,5 (0,9) (10,5) (9,8) (-2)
BBVA 6,6 (1) (10,7) (6,7) (-3)

Medium Spanish banks 77,3 (1,4) (6,3) (3,9) (-6)
Caixabank 2,8 (1,3) (5,7) (3,6) (-12)
Popular 2,5 (0,4) (6,7) (3,3) (-17)
Sabadell 1,7 (2,8) (9) (4,7) (8)
Bankinter 6,8 (1,2) (5,2) (6,7) (4)
Bankia 0,9 (0,9) (4,7) (0,2) (-16)

Greek banks 4 (6,2) (14,4) (24,6) (-12)
Alpha Bank2,3 (6,6) (13,6) (29,1) (-9)
Pireus Bank0,3 (-0,7) (15,7) (52) (-4)
National Central Bank0,3 (2,4) (11,7) (35,2) (-14)
Eurobank Ergasias0,9 (7) (16,8) (12,6) (-16)

Emerging Markets
Main equity indices
MSCI Latam 68350 (-0,04) (1,4) (2,9) (15,2)
Ibovespa (Brazil) 52961 (-1,3) (-0,5) (6,6) (22,2)
Mexbol 45674 (0,3) (0,3) (0,1) (6,3)

MSCI EM Europe 4696 (0,01) (2) (3,1) (10,5)
Poland 1943 (-0,4) (0,2) (0,4) (4,5)
Micex (Russia) 1964 (0,7) (3) (4,5) (11,5)
Ise 100 (Turkey) 85829 (0,2) (0,3) (6,8) (19,7)

MSCI EM Asia 671 (0,88) (0,1) (1,5) (1,6)
Shanghai Composite (China) 2959 (0,22) (-3,9) (-1,7) (-16,4)
Jakarta Composite (Indonesia) 4915 (0,2) (1,9) (1,2) (7)

Bank stocks
Turkish banks 87 (-1,1) (-0,3) (7,8) (18)
Akbank T.A.S. 8 (-0,6) (0) (7,9) (26,7)
Garanti 8 (-2,3) (-0,7) (8,8) (18,7)
Turkiye Is Bankasi 5 (-0,2) (-0,2) (6,5) (7,4)

Russian banks 164 (1) (-0,7) (6) (7,9)
Sberbank 121 (1,4) (1,3) (10,8) (19,4)
VTB Bank 0,1 (0,2) (-4,6) (-2,5) (-9,9)

## Currencies *(in percentage, positive for dollar depreciation)*

Developed Markets
EURUSD 1,124 (-0,42) (-0,38) (0,5) (3,5)
GBPUSD 1,44 (0,39) (1,25) (1,9) (-2,4)
USDJPY 111,46 (-1,83) (-2,48) (0,8) (7,3)
DXY 94,95 (-0,4) (-0,3) (1,1) (3,7)

Emerging Markets
USDARS (Argentina) 14,47 (-1,3) (-3) (0,3) (-11,9)
USDBRL (Brazil) 3,59 (-1,7) (-1,6) (2,6) (9,4)
USDCLP (Chile) 669,17 (-0,6) (-0,4) (1,3) (5,6)
USDCOP (Colombia) 2943,46 (-0,1) (1,8) (4,2) (7,3)
USDMXN (Mexico) 17,46 (0,1) (0,5) (0,7) (-1,5)
USDPEN (Peru) 3,28 (-0,3) (-0,1) (3) (4)
LACI 64,56 (-0,8) (-0,3) (1,5) (3,1)

USDPLN (Poland) 3,88 (-1,5) (-2) (-2) (1)
USDRUB (Russia) 66,43 (0,5) (0,1) (3,2) (8,4)
USDTRY (Turkey) 2,84 (-0,3) (0,4) (1,2) (2,6)

USDCNY (China) 6,5 (-0,3) (-0,4) (0,1) (-0,1)
USDINR (India) 66,48 (-0,1) (0,2) (0,2) (-0,5)
USDIDR (Indonesia) 13194 (-0,3) (-0,1) (-0,1) (4,3)
ADXY 108,01 (-0,2) (-0,2) (0,5) (1,4)

## Commodities *(change in percentage)*

Brent 45,3 (1,7) (5,1) (11,9) (21,5)
WTx 43,88 (1,6) (8,7) (10,3) (18,5)
Copper 229,25 (1,8) (6,5) (2,8) (7,9)
Gold 1241,4 (-0,5) (0,6) (1,7) (17)
Baltic Dry Index 670 (0) (5,5) (67,1) (40,2)
S&P GSCI Spot commodity index 348,332 (-1,2) (2,5) (3,2) (12,7)
S&P GSCI Brent Spot 377,788 (-2,7) (1,3) (4,4) (20,4)
S&P GSCI Metals Spot 271,81 (0,2) (3,8) (2,7) (6,7)
S&P GSCI Agricultural Spot 305,883 (-1,1) (5,9) (5,4) (7,9)

Source: Bloomberg, Datastream and Haver

*CDS, EMBI & MSCI indices with one day delay
**Credit spread (BAA) with two days delay
***S&P GSCI with one  day  delay

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