

Market Comment | Positive mood in markets in an eventful week

Global Financial Markets Unit
09 Dec 2016

- Most of the events taking place this week **strengthened the positive market mood**, with equity volatility receding significantly and stock prices increasing substantially. The main market-sensitive events during the week were the following:
- In yesterday's **ECB monetary policy meeting**, the ECB surprised the market by scaling back its monthly purchases (from €80bn to €60bn) from April 2017 to December 2017 while extending the QE programme to December 2017 ([see](#)). However, it left the door open for increases in the purchases or the duration if necessary. The ECB also adjusted the **parameters of its APP**. From January 2017, they broaden the maturity range of the PSPP, including the 1Y maturity as eligible for the programme and removing the deposit rate floor constraint ([see](#)). In order to allay fears of tapering, Mr. Draghi focused on the extension of the programme rather than on the quantity and stressed that the slowing pace of QE was not tapering ([see BBVA ECB Watch](#))
- Early in the week, the results of the **Italian referendum** had a muted impact on markets as the "NO" vote in the Italian constitutional referendum had been widely expected ([see results](#)). Furthermore, early in the week the Eurogroup reached agreement on debt relief measures for short-term Greek debt ([see](#)).
- However, at the end of the week some concerns arose in Europe as the **Italian bank Monti dei Paschi (MPS)** is facing some difficulties in seeking to raise €5bn in capital by the end of the year, while the ECB rejected the request from MPS to extend the deadline from the end of the year to 20 January. ([see](#))
- Against this backdrop, in developed markets **10Y sovereign bond yields continued their upward trend in line with increasing inflation expectations**. Moreover, the ECB measures encouraged the steepening of the European yield curve. The 2Y yield spread between the euro zone and the US also widened, dragging the euro, which depreciated in the week. Equity indices continued their upward trend, while European banking stocks soared this week, as the steepening of the yield curve bodes well for the profitability of the banking sector. Even so, on Friday the European banking sector trimmed some gains. EM sovereign bond yields declined significantly across the board, after soaring in the previous week. EM currencies in general also recovered some ground this week.

December FOMC preview

- After pausing for a full year, the FOMC, at its December 14th announcement is expected to raise its benchmark rate by 25bp to 0.75 percent. Markets have interpreted measured gains in employment (UR: 4.6%), increasing inflation expectations, and stimulative and inflationary nature of president-elect Trump's policy platform as overwhelming evidence of the need to raise rates in December. In fact, market probabilities for a December rate hike are fully priced (100%). Furthermore, the results of the Italian

referendum, the last major risk to financial and geopolitical instability, had a muted impact on markets, clearing the way for the committee to resume policy normalization.

- More important than the December rate increase is the tone that committee's forecasts and press conference set for the Trump presidency. As it stands now, market expectations have increased significantly since Trump's election from 0 to 2 rate increases in 2017. This is based on the assumption that Trump's policies remain growth oriented and inflationary. However, a hawkish shift in tone on inflation from the Fed could send markets whipsawing, as a more aggressive Fed tightening cycle would likely raise doubts on the potential impact that higher rates would have on fiscal spending. However, staying true to its recommendations for expansionary fiscal policy, and alluding to a higher tolerance for short-run inflation will signal to markets that the Fed is willing remain on the sidelines in the early part of the Trump presidency

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Table 1

Debt markets (10Y, % changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US (2-yr)	1.11	0.2	1.7	22	6
US	2.42	1.3	3.7	36	15
GER (2-yr)	-0.76	-2.7	-2.3	-13	-41
Germany	0.34	-4.1	6.0	16	-29
France	0.80	-0.5	8.1	16	-19
Spain	1.51	0.6	-3.3	23	-26
Italy	2.04	4.3	13.8	29	44
Portugal	3.85	10.8	15.7	37	134
Greece	6.67	1.8	17.8	-68	-161
Japan (2-yr)	-0.18	0.0	0.1	8	-17
Japan	0.06	2.1	12.8	-20	-20
Emerging Markets	level	Daily	Weekly	Monthly	YTD
Brazil	11.77	0.1	-8.1	22	-474
Chile	4.44	4.1	-15.8	22	-24
Colombia	7.25	0.8	-14.6	-5	-141
Mexico	7.25	2.8	-9.0	66	88
Peru	6.28	-2.3	-6.5	53	119
Poland	3.61	-0.8	-20.9	46	67
Russia	8.46	-11.5	-35.4	-3	-110
Turkey	11.03	13.9	-2.0	24	56
India	6.44	4.2	19.8	-23	-132
Indonesia	7.66	11.3	-39.9	30	-108
Country risk (Spreads in bp)	level	Daily	Weekly	Monthly	YTD
Developed Markets					
10-yr sovereign spread vs Germany					
France	46	3.2	2.1	12	10
Italy	170	0.4	7.8	15	73
Portugal	351	14.9	9.7	43	163
Spain	117	4.7	-9.3	10	3
2-yr sovereign spread vs Germany					
France	14	2.6	2.9	12	11
Italy	66	-1.2	-12.3	5	35
Portugal	108	10.5	-0.5	12	63
Spain	59	-1.7	-9.7	8	15
Emerging Markets	level	Daily	Weekly	Monthly	YTD
5-yr sovereign CDS *					
Brazil	285	-3	-24	26	-207
Chile	36	1	-12	-13	-51
Colombia	167	1	-25	-4	-72
Mexico	158	2	-26	15	-12
Peru	108	1	-17	3	-79
Venezuela	3,800	66	-638	405	-2244
Poland	79	-1	-4	5	7
Russia	200	4	-20	-19	-102
Turkey	279	4	-22	19	6
China	112	0	6	5	3
India	127	-3	-5	-7	-21
Indonesia	155	-2	-20	4	-72
Risk indicators					
Volatility indicators (%)					
VIX	12	-3.2	-13	-15	-6
VSTOXX	17	2.7	-27	-21	-6
EM EFT volatility index	21	0.9	-10	-11	-10
Dollar/euro volatility	9	2.5	-14	4	-4
EM FX volatility index	11	0.6	0	11	4
Credit spread (BAA) (bps)	236	-1.3	-8	-30	-87
US bonds volatility index	73	-0.5	-11	-4	-8
Banking 5y CDS (bps) *					
US	76	0.4	-2	1	1
EZ	122	-4.6	-11	5	38
UK	95	3.6	-6	5	18
Large Spanish	131	-2.3	-11	11	-6
Medium Spanish	156	3.7	-15	3	-2
Corporate 5y CDS (bps)					
US Non-financial	182	-0.4	2	1	1
EZ Non-financial	103	-4.6	-11	5	38
UK Non-financial	126	1.3	-3	9	66
Interbank markets (% change in bp)					
EOIA Index	-0.35	0.00	0.0	0.0	-0.2
Euribor 3m	-0.32	0.00	0.0	0.0	-0.2
Earlibor 12m	-0.08	0.00	0.0	0.0	-0.1
Libor 3m	0.95	0.00	0.0	0.1	0.3
Libor 12m	1.65	0.00	0.0	0.1	0.5
EZ TED spread 3m	59.6	1.30	2.8	4.2	18.8
Stock markets (%)					
Main Indices	level	Daily	Weekly	Monthly	YTD
S&P500	2,250	0.2	2.6	4	10
Dow Jones	19,660	0.2	2.6	6	13
Nikkei	18,996	1.2	3.1	17	0
FTSE 100	6,948	0.2	3.2	1	11
Euro Stoxx 50	3,196	0.3	6.0	5	-2
BEX	9,149	0.0	6.3	3	-4
DAX	11,199	0.2	6.5	5	4
CAC	4,765	0.6	5.2	5	3
MIB	18,257	-0.9	6.8	9	-15
ASE Athens	640	-1.3	4.3	10	1
MSCI Latam *	72,747	-0.2	2.0	-5	23
Ibovespa (Brazil)	60,718	0.1	0.7	4	40
Mexbol	46,461	0.2	4.3	-2	8
MSCI EM Europe *	4,894	1.8	4.8	9	15
Poland	1,899	-1.1	6.5	6	2
Mosc (Russia)	2,293	-0.2	3.5	10	29
Ise 100 (Turkey)	75,727	-0.3	3.2	-1	6
MSCI EM Asia *	707	1.3	1.1	-1	7
Shanghai Com (China)	3,233	0.5	-0.3	3	9
Jakarta (Indonesia)	5,308	0.5	2.1	-3	16
Banking sector	level	Daily	Weekly	Monthly	YTD
US banks	118.2	-0.7	6.2	21	26
JPM	84.3	-0.9	3.3	15	28
Cit	59.4	-1.3	6.0	15	15
BoA	22.9	-0.4	7.7	27	36
MS	43.5	-0.1	4.0	19	37
GS	238.9	1.1	6.9	24	33
EZ banks	99.6	-1.8	11.2	12	-8
BNP	59.9	1.2	9.7	9	15
Credit Agricole	11.5	-1.3	8.1	7	5
Deutsche Bank	17.3	-3.2	16.6	30	23
ING	13.6	-1.1	7.6	5	9
Intesa	2.3	-2.4	9.8	9	24
SG	46.3	-1.3	15.0	19	9
Unicredit	2.5	-4.1	17.8	10	-52
UK banks	85.6	-1.5	8.6	12	-2
HSC	674.6	-0.2	7.6	8	26
RIS	216.4	-1.8	11.9	13	-28
Barclays	232.1	-2.9	9.0	20	6
Lloyds	61.8	-1.5	7.4	7	-15
Large Spanish banks	75.3	1.5	11.6	7	0
Santander	4.9	-1.3	13.4	10	7
BBVA	6.4	1.6	10.1	4	-5
Medium Spanish banks	71.5	-0.8	11.5	10	-13
Caixabank	3.2	-0.8	16.1	13	0
Populr	1.0	-4.0	11.5	4	-63
Sabadell	1.4	0.1	13.7	10	-15
Banqueparibas	2.5	1.0	6.2	6	15
Bankia	0.9	-3.1	13.4	16	12
Currencies (% red for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	YTD
EURUSD	1.05	0.5	-1.2	-3.4	3
GBPUSD	1.26	-0.1	-1.2	1.4	-15
USDJPY	115.22	-1.0	-1.5	9.0	-4
DKX	101.64	0.5	0.0	-3.2	-3
Emerging	level	Daily	Weekly	Monthly	YTD
USDARS (Argentina)	15.99	0.0	-0.4	-7.1	-24
USD BRL (Brazil)	3.35	0.6	3.5	-4.0	15
USD CLP (Chile)	651.25	0.6	2.9	-6.2	8
USDCOP (Colombia)	2897	0.2	3.0	0.1	6
USDMXN (Mexico)	20.31	0.0	1.5	-2.4	-18
USD PEN (Peru)	3.40	0.1	0.6	-0.6	1
LACI	62.20	0.3	2.3	-2.7	-1
USD PLN (Poland)	4.23	-1.1	-0.6	-6.2	-8
USD RUB (Russia)	62.74	0.9	1.6	1.7	13
USD TRY (Turkey)	3.49	-1.4	0.9	-8.7	-20
USDCNY (China)	6.91	-0.2	0.4	-1.7	-6
USD INR (India)	67.42	-0.1	1.2	-1.5	-2
USD IDR (Indonesia)	13,319	-0.2	1.4	-1.5	3
ADXY	103.8	-0.3	-0.1	-1.6	-3
Commodities (%)					
Energy	level	Daily	Weekly	Monthly	YTD
Brent	54.2	0.6	-0.4	17	45
WTI	51.5	1.3	-0.3	14	39
Copper	265	1.1	1.3	8	25
Gold	1,162	0.8	-1.3	-9	9
S&P Spot commodity *	387	0.9	0.2	9	24
S&P Brent Spot *	461	1.9	0.5	15	44
S&P Metals Spot *	315	-0.2	0.3	3	24
S&P Agricultural *	294	-0.5	0.7	-2	4

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Turkey	279	4	-22	19	6
China	112	0	-6	5	3
India	127	-3	-5	-7	-21
Indonesia	125	-2	-20	4	-72
Risk indicators					
Volatility indicators (%)	level	Daily	Weekly	Monthly	YTD
VIX	12	-3.2	-1.3	-1.5	-6
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EM EFT volatility index	21	0.9	-1.0	-1.1	-10
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level	Daily	Weekly	Monthly	YTD	
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Euribor 3m	-0.32	0.00	0.0	0.0	-0.2
Euribor 12m	-0.08	0.00	0.0	0.0	-0.1
Libor 3m	0.95	0.00	0.0	0.1	0.3
Libor 12m	1.65	0.00	0.0	0.1	0.5
EZ TED spread 3m	59.6	1.30	2.8	4.2	18.8
Stock markets (%)					
Main indices	level	Daily	Weekly	Monthly	YTD
S&P500	2,250	0.2	2.6	4	10
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Nikkei	18,996	1.2	3.1	1.7	0
FTSE 100	6,948	0.2	3.2	1	11
Eurostoxx 50	3,196	0.3	6.0	5	-2
IBEX	9,149	0.0	6.3	3	-4
DAX	11,199	0.2	6.5	5	4
CAC	4,765	0.6	5.2	5	3
MBI	18,257	0.9	6.8	9	15
ASE Athens *	640	-1.3	4.3	10	1
MSCI Latam *	72,747	-0.2	2.0	-5	23
Bovespa (Brazil)	60,718	0.1	0.7	-4	40
Moodi	46,461	0.2	4.3	-2	8
MSCI EM Europe *	4,894	1.8	4.8	9	15
Poland	1,899	-1.1	6.5	6	-2
Misc (Russia)	2,203	-0.2	3.5	10	25
Ise 100 (Turkey)	75,727	-0.3	3.2	-1	6
MSCI EM Asia *	707	1.3	1.1	-1	7
Shanghai Com (China)	3,223	0.5	-0.3	3	-9
Jakarta (Indonesia)	5,308	0.8	2.1	-3	16
Banking sector	level	Daily	Weekly	Monthly	YTD
US banks	118.2	-0.7	6.2	21	26
JPM	94.3	-0.9	3.3	15	28
Citi	99.4	-1.3	6.0	15	15
BoA	22.9	-0.4	7.7	27	36
MS	43.5	-0.1	4.0	19	37
GS	238.9	-1.1	6.8	24	33
EZ banks	99.6	-1.8	11.2	12	-8
BNP	59.9	-1.2	9.7	9	15
Credit Agricote	11.5	-1.3	8.1	7	5
Deutsche Bank	17.3	-3.2	16.6	30	23
ING	13.6	-1.1	7.6	5	9
Intesa	2.3	-2.4	9.8	9	-24
SG	46.3	-1.3	15.0	19	9
Unicredit	2.5	-4.1	17.8	10	-52
UK banks	85.6	-1.5	8.6	12	-2
HSBC	674.6	-0.2	7.6	8	26
RBS	216.4	-1.8	11.9	13	-28
Barclays	232.1	-2.9	9.0	20	6
Lloyds	61.8	-1.5	7.4	7	-15
Large Spanish banks	75.3	-1.5	11.6	7	0
Santander	4.9	-1.3	13.4	10	7
BBVA	6.4	-1.6	10.1	4	-5
Medium Spanish banks	71.5	-0.8	11.5	10	-13
Cajabank	-3.2	-0.8	16.1	13	0
Popular	1.0	-4.0	11.5	4	-63
Sabadell	1.4	0.1	13.7	10	-15
Bankinter	7.5	1.0	6.2	6	15
Bankia	0.9	-3.1	13.4	16	-12
Currencies (% red for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	YTD
EURUSD	1.05	-0.7	-1.2	-3.4	-3
GBPUSD	1.26	-0.1	-1.2	1.4	-15
USDJPY	115.22	-1.0	-1.5	9.0	-4
DKY	101.64	0.5	0.9	-3.2	-3
Emerging	level	Daily	Weekly	Monthly	YTD
USDARS (Argentina)	15.99	0.0	-0.4	-2.1	-24
USD BRL (Brazil)	3.35	0.6	3.5	-4.0	15
USD CLP (Chile)	651.25	0.6	2.9	-0.2	8
USD COP (Colombia)	2967	0.2	3.0	0.1	6
USD MXN (Mexico)	20.31	0.0	1.5	-2.4	-18
USD PEN (Peru)	3.40	0.1	0.6	-0.6	1
LACI	62.20	0.3	2.3	-2.7	-1
USD PLN (Poland)	4.23	-1.1	-0.6	-6.2	-8
USD RUB (Russia)	62.74	0.9	1.6	1.7	13
USD TRY (Turkey)	3.49	-1.4	0.9	-8.7	-20
USD CNY (China)	6.91	0.2	0.4	-1.7	6
USD INR (India)	67.42	-0.1	1.2	-1.5	-2
USD IDR (Indonesia)	13,319	-0.2	1.4	-1.5	3
ADXY	103.8	-0.3	-0.1	-1.6	-3
Commodities (%)					
level	Daily	Weekly	Monthly	YTD	
Brent	54.2	0.6	-0.4	1.7	4.5
WTX	31.5	-1.3	-0.3	1.4	3.9
Copper	2.65	1.1	1.3	8	2.5
Gold	1,162	-0.8	-1.3	-9	9
S&P Spot commodity *	38.7	0.9	0.2	9	24
S&P Brent Spot *	46.1	1.9	-0.8	1.5	4.4
S&P Metals Spot *	31.5	-0.2	0.3	3	2.4
S&P Agricultural *	29.4	-0.5	0.7	-2	4

Debt markets (% changes in bp)					
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Germany	0.34	-6.1	6.0	14	-29
France	0.80	-0.9	0.1	26	-19
Spain	1.51	0.6	-3.3	23	-26
Italy	2.04	4.3	13.8	29	44
Portugal	3.85	10.8	15.7	57	134
Greece	6.67	1.8	17.8	-68	-161
Japan (2-yr)	-0.18	0.0	0.8	8	-17
Japan	0.06	2.1	12.8	-20	-20
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Peru	6.28	-2.3	9.5	53	-119
Poland	3.61	-0.8	-20.9	46	67
Russia	8.46	-11.5	-35.4	-3	-110
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Italy	170	8.4	7.8	15	73
Portugal	351	14.9	9.7	43	163
Spain	117	4.7	-9.3	10	3
2-yr sovereign spread vs Germany					
France	14	2.6	2.9	12	11
Italy	66	-1.2	-12.3	5	35
Portugal	108	10.5	-0.5	12	63
Spain	50	-1.7	0.7	8	15
Emerging Markets	level	Daily	Weekly	Monthly	YTD
5-yr sovereign CDS*					
Brazil	285	-3	-24	26	-207
Chile	76	1	-12	-13	-51
Colombia	167	1	-25	-4	-72
Mexico	158	2	-26	15	-12
Peru	106	1	17	3	-79
Venezuela	3,800	-66	-638	405	-2,244
Poland	79	-1	-4	-5	7
Russia	200	-4	-20	-19	-102
Turkey	279	4	-22	19	6
China	112	0	-6	5	3
India	127	-3	-5	-7	-21
Indonesia	153	-2	-20	4	-72
Risk Indicators					
Volatility Indicators (%)	level	Daily	Weekly	Monthly	YTD
VIX	12	-3.2	-1.3	-15	-6
VIXOXX	17	2.7	2.7	21	-6
EM EFT volatility Index	21	0.9	-1.0	-11	-10
Dollar/euro volatility	9	2.9	1.4	4	-4
EM FX volatility Index	11	0.6	0	11	-4
Credit spread (BAA) (bps)	236	-1.3	8	-30	-87
US bonds volatility index	73	-0.5	-1.1	-4	8
Banking S&P CDS (bps)*					
US	76	-0.4	-2	1	1
EZ	122	-6.6	-11	5	38
UK	95	-3.6	-6	5	18
Large Spanish	131	-2.3	-11	11	-6
Medium Spanish	156	-1.7	-15	-3	-2
Corporate S&P CDS (bps)*					
US Non-financial	182	-0.4	-2	1	1
EZ Non-financial	103	-4.6	-11	5	38
UK Non-financial	126	-1	-3	-9	-65
Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EONIA Index	-0.35	0.00	0.0	0.0	-0.2
Euribor 3m	-0.32	0.00	0.0	0.0	-0.2
Euribor 12m	-0.08	0.00	0.0	0.0	-0.1
Libor 3m	0.95	0.00	0.0	0.1	0.3
Libor 12m	1.65	0.00	0.0	0.1	0.5
EZTED spread 3m	59.6	1.30	2.8	4.2	15.3
Stock markets (%)					
Index	level	Daily	Weekly	Monthly	YTD
Main Indices					
S&P500	2,250	0.2	2.6	4	10
Dow Jones	19,660	0.2	2.6	6	13
Nikkei	18,996	1.2	3.1	17	0
FTSE 100	6,948	0.2	3.2	1	11
EuroStoxx 50	3,196	0.3	6.0	5	-2
IBEX	9,149	0.0	6.3	3	-4
DAX	11,159	0.2	6.5	5	4
CAC	4,765	0.6	5.2	5	3
MIB	18,257	-0.9	6.8	9	-15
ASE Athens	640	-1.3	4.3	10	1
MSCI Latam*	72,747	-0.2	2.0	-5	23
Ibovespa (Brazil)	60,718	0.1	0.7	-4	40
Mexbol	46,461	0.2	4.3	-2	8
MSCI EM Europe*	4,894	-1.8	4.8	9	15
Poland	1,899	-1.1	6.5	6	2
Micex (Russia)	2,203	-0.2	3.5	10	25
Ise 100 (Turkey)	75,727	-0.3	3.2	-1	6
MSCI EM Asia*	707	1.3	1.1	-1	7
Shanghai Com (China)	3,233	0.5	-0.3	3	-9
Jakarta (Indonesia)	5,308	0.8	2.1	-3	16
Banking Sector					
Index	level	Daily	Weekly	Monthly	YTD
US banks	118.2	-0.7	6.2	21	25
JPM	84.3	-0.9	3.3	15	28
Citi	59.4	-1.3	6.0	15	15
BofA	22.9	-0.4	7.7	27	36
MS	43.5	-0.1	4.0	19	37
GS	238.9	-1.1	6.9	24	33
EZ banks	99.6	-1.8	11.2	12	-8
BNP	59.9	-1.2	9.7	9	15
Crédit Agricole	11.5	-1.3	8.1	7	5
Deutsche Bank	17.3	-3.2	16.6	30	23
ING	13.6	-1.1	7.6	5	9
Intesa	2.3	-2.4	9.8	9	-24
SG	46.3	-1.3	15.0	19	9
UniCredit	2.5	-4.1	17.8	10	-52
UK banks	85.6	-1.5	8.6	12	-2
HSBC	674.6	-0.2	7.6	8	26
RBS	216.4	-1.8	11.9	13	-28
Barclays	232.1	-2.9	9.0	20	6
Lloyds	61.8	-1.5	7.4	7	-15
Large Spanish banks	75.3	-1.5	11.6	7	0
Santander	4.9	-1.3	13.4	10	7
BBVA	6.4	-1.6	10.1	4	-5
Medium Spanish banks	71.5	-0.8	11.5	10	-13
Cajabank	3.2	-0.8	16.1	13	0
Popular	1.0	-4.0	11.5	4	-63
Sabadell	1.4	0.1	13.7	10	-15
Bankinter	7.5	1.0	6.2	6	15
Bankia	0.9	-3.1	13.4	16	-12
Commodities (% incl for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	YTD
EUR/USD					
EUR/USD	1.05	-0.7	-1.2	-3.4	-3
GBP/USD	1.26	-0.1	-1.2	1.4	-15
USD/JPY	115.22	-1.0	-1.5	9.0	-4
DXY	101.64	0.5	0.9	-3.2	-3
Emerging					
level	Daily	Weekly	Monthly	YTD	
USD/ARS (Argentina)	15,999	0.0	-0.4	-7.1	-24
USD/BRL (Brazil)	3.35	0.6	3.5	-4.0	15
USD/CLP (Chile)	651.25	0.6	2.9	-0.2	8
USD/ COP (Colombia)	2997	0.2	3.0	0.1	6
USD/MXN (Mexico)	20.31	0.0	1.5	-2.4	-18
USD/PEN (Peru)	3.40	0.1	0.6	-0.6	1
LACI	62.20	0.3	2.3	-2.7	-1
USD/PLN (Poland)	4.23	-1.1	0.6	6.2	8
USD/RUB (Russia)	62.74	0.9	1.6	1.7	13
USD/TRY (Turkey)	3.49	-1.4	0.9	-8.7	-20
USD/CNY (China)	6.91	-0.2	-0.4	-1.7	-6
USD/INR (India)	67.42	-0.1	1.2	-1.5	-2
USD/IDR (Indonesia)	13,319	-0.2	1.4	-1.5	3
ADXY	103.8	-0.3	-0.1	-1.6	-3
Commodities (ct)					
level	Daily	Weekly	Monthly	YTD	
Brent	54.2	0.6	-0.4	17	45
WTX	51.5	1.3	-0.3	14	39
Copper	245	1.1	1.3	9	25
Gold	1,162	-0.8	-1.3	-9	9
S&P Spot commodity*	387	0.9	0.2	9	24
S&P Brent Spot*	461	1.9	0.5	15	44
S&P Metals Spot*	315	-0.2	0.3	3	24
S&P Agricultural*	294	-0.5	0.7	-2	4

Debt markets (% changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US (2-yr)	1.11	0.2	1.7	22	6
US	2.42	1.3	3.7	36	15
GER (2-yr)	0.76	-2.7	-2.3	-13	-41
Germany	0.34	-4.1	6.0	14	-29
France	0.80	-0.9	0.1	26	-19
Spain	1.51	0.6	-3.3	23	-26
Italy	2.04	4.3	13.8	29	44
Portugal	3.85	10.8	15.7	57	134
Greece	6.67	1.8	17.8	-68	-161
Japan (2-yr)	-0.18	0.0	0.1	8	-17
Japan	0.06	2.1	12.8	-20	-20
Emerging Markets					
Brazil	11.77	0.1	-58.1	22	-474
Chile	4.44	-0.1	-15.8	22	-24
Colombia	7.25	0.8	-14.6	-5	-141
Mexico	7.25	2.8	-9.0	86	98
Peru	6.28	-2.3	-9.5	53	-119
Poland	3.61	-0.8	-20.9	46	67
Russia	8.46	-11.5	-35.4	-3	-110
Turkey	11.03	13.0	-2.0	74	56
India	6.44	4.2	19.8	-23	-132
Indonesia	7.65	11.8	-39.9	30	-108
Country risk (bp, changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	46	3.2	2.1	12	10
Italy	170	8.4	7.8	15	73
Portugal	351	14.9	9.7	43	163
Spain	117	4.7	-9.3	10	3
2-yr sovereign spread vs Germany					
France	14	2.6	2.9	12	11
Italy	66	-1.2	-12.3	5	35
Portugal	108	10.5	-0.5	12	63
Spain	50	-1.7	0.7	8	15
Emerging Markets					
5-yr sovereign CDS*					
Brazil	285	-3	-24	26	-207
Chile	76	1	-12	-13	-51
Colombia	167	1	-25	-4	-72
Mexico	158	2	-26	15	-12
Peru	106	1	17	3	-79
Venezuela	3,800	-66	-638	405	-2,244
Poland	79	-1	-4	-5	7
Russia	200	-4	-20	-19	-102
Turkey	279	4	-22	19	6
China	112	0	-6	5	3
India	127	-3	-5	-7	-21
Indonesia	153	2	-20	4	-72
Risk indicators					
Volatility indicators (%)	level	Daily	Weekly	Monthly	YTD
VIX	12	-3.2	-1.3	-15	-6
VIXOXX	17	2.7	2.7	21	-6
EM EFT volatility index	21	0.9	-1.0	-11	-10
Dollar/euro volatility	9	2.9	1.4	4	-4
EM FX volatility index	11	0.6	0	11	-4
Credit spread (BAA) (bps)	236	-1.3	8	-30	-87
US bonds volatility index	73	-0.5	-1.1	-4	8
Banking by CDS (bps)*					
US	76	-0.4	-2	1	1
EZ	122	-4.6	-1.1	5	38
UK	95	-3.6	-6	5	18
Large Spanish	131	-2.3	-1.1	11	-6
Medium Spanish	156	-1.7	-1.5	-3	-2
Corporate by CDS (bps)*					
US Non-financial	182	-0.4	-2	1	1
EZ Non-financial	103	-4.6	-1.1	5	38
UK Non-financial	126	-1	-3	-9	-66
Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EONIA Index	-0.35	0.00	0.0	0.0	-0.2
Euribor 3m	-0.32	0.00	0.0	0.0	-0.2
Euribor 12m	-0.08	0.00	0.0	0.0	-0.1
Libor 3m	0.95	0.00	0.0	0.1	0.3
Libor 12m	1.65	0.00	0.0	0.1	0.5
EZTED spread 3m	59.6	1.30	2.8	4.2	15.3
Stock markets (%)					
Index	level	Daily	Weekly	Monthly	YTD
Main indices					
S&P500	2,250	0.2	2.6	4	10
Dow Jones	19,660	0.2	2.6	6	13
Nikkei	18,996	-1.2	3.1	17	0
FTSE 100	6,948	0.2	3.2	1	11
EuroStoxx 50	3,196	0.3	6.0	5	-2
IBEX	9,149	0.0	6.3	3	-4
DAX	11,199	0.2	6.5	5	4
CAC	4,765	0.6	5.2	5	3
MIB	18,257	-0.9	6.8	9	-15
ASE Athens	640	-1.3	4.3	10	1
MSCI Latin*	72,747	-0.2	2.0	-5	23
Ibovespa (Brazil)	60,718	0.1	0.7	-4	40
Mexbol	46,461	0.2	4.3	-2	8
MSCI EM Europe*	4,894	-1.8	4.8	9	15
Poland	1,899	-1.1	6.5	6	2
Micex (Russia)	2,203	-0.2	3.5	10	25
Ise 100 (Turkey)	75,727	-0.3	3.2	-1	6
MSCI EM Asia*	707	1.3	1.1	-1	7
Shanghai Com (China)	3,233	0.5	-0.3	3	-9
Jakarta (Indonesia)	5,308	0.8	2.1	-3	16
Banking sector					
US banks	level	Daily	Weekly	Monthly	YTD
JPM	118.2	-0.7	6.2	21	25
Citi	84.3	-0.9	3.3	15	28
Bank of America	59.4	-1.3	6.0	15	15
MS	22.9	-0.4	7.7	27	36
GS	43.5	-0.1	4.0	19	37
Wells Fargo	238.9	-1.1	6.9	24	33
EZ banks	99.6	-1.8	11.2	12	-8
BNP	59.9	-1.2	9.7	9	15
Crédit Agricole	11.5	-1.3	8.1	7	5
Deutsche Bank	17.3	-3.2	16.6	30	23
ING	13.6	-1.1	7.6	5	9
Intesa	2.3	-2.4	9.8	9	-24
SG	46.3	-1.3	15.0	19	9
UniCredit	2.5	-4.1	17.8	10	-52
UK banks	85.6	-1.5	8.6	12	-2
HSBC	674.6	-0.2	7.6	8	26
RBS	216.4	-1.8	11.9	13	-28
Barclays	232.1	-2.9	9.0	20	6
Lloyds	61.8	-1.5	7.4	7	-15
Large Spanish banks	75.3	-1.5	11.6	7	0
Santander	4.9	-1.3	13.4	10	7
BBVA	6.4	-1.6	10.1	4	-5
Medium Spanish banks	71.5	-0.8	11.5	10	-13
Cajabank	3.2	-0.8	16.1	13	0
Popular	1.0	-4.0	11.5	4	-63
Sabadell	1.4	0.1	13.7	10	-15
Bankinter	7.5	1.0	6.2	6	15
Bankia	0.9	-3.1	13.4	16	-12
Commodities (% incl for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	YTD
EUR/USD					
EUR/USD	1.05	-0.7	-1.2	-3.4	-3
GBP/USD	1.26	-0.1	-1.2	1.4	-15
USD/JPY	115.22	-1.0	-1.5	9.0	-4
DXY	101.64	0.5	0.9	-3.2	-3
Emerging					
USD/ARS (Argentina)	15,999	0.0	-0.4	-7.1	-24
USD/BRL (Brazil)	3.35	0.6	3.5	-4.0	15
USD/CLP (Chile)	651.25	0.6	2.9	-0.2	8
USD/COP (Colombia)	2997	0.2	3.0	0.1	6
USD/MXN (Mexico)	20.31	0.0	1.5	-2.4	-18
USD/PEN (Peru)	3.40	0.1	0.6	-0.6	1
LACI	62.20	0.3	2.3	-2.7	-1
USD/PLN (Poland)	4.23	-1.1	0.6	6.2	8
USD/RUB (Russia)	62.74	0.9	1.6	1.7	13
USD/TRY (Turkey)	3.49	-1.4	0.9	-8.7	-20
USD/CNY (China)	6.91	-0.2	-0.4	-1.7	-6
USD/INR (India)	67.42	-0.1	1.2	-1.5	-2
USD/IDR (Indonesia)	13,319	-0.2	1.4	-1.5	3
ADXY	103.8	-0.3	-0.1	-1.6	-3
Commodities (ct)					
level	Daily	Weekly	Monthly	YTD	
Brent	54.2	0.6	-0.4	17	45
WTX	51.5	1.3	-0.3	14	39
Copper	245	1.1	1.3	9	25
Gold	1,162	-0.8	-1.3	-9	9
S&P Spot commodity*	387	0.9	0.2	9	24
S&P Brent Spot*	461	1.9	0.5	15	44
S&P Metals Spot*	315	-0.2	0.3	3	24
S&P Agricultural*	294	-0.5	0.7	-2	4

Source: Bloomberg, Datastream and Haver

* With one day delay

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