

Market Comment | Doubts on US reflation policies and European politics dragged down yields

Global Financial Markets Unit
08 Feb 2017

- Financial markets showed a **cautious mood** - amid lack of relevant economic data or event -, as **European political concerns** continued weighing on investors, while **expectations of US reflationary policies cooled somewhat**. Consequently, safe-haven asset prices rose: JPY, CHF and gold prices increased ([see](#)). Moreover, **global stocks slightly declined across the board**, and the European banking sector underperformed amid mixed earnings releases.
- The cooling of US reflation policy expectations dragged down **US Treasury yields** ([see](#)), although **USD remained little changed**. Consequently, **European sovereign yields declined** in a slightly risk-averse environment. The decrease in European sovereign bond yields was led by **Portugal** as the market received the country's government bond auctions well, despite low demand for the 5Y bond. On the other hand, despite split views among Greece's creditors, the country's sovereign yield declined today.
- **Oil prices** showed high volatility: after US crude oil inventories surged, oil prices [declined](#) ([see](#)), but bounced back afterwards and ended up higher. Copper also rose significantly.
- In FX markets MXN and TRY gained some ground today and the safe-haven currency, in line with declining expectations on US policy.

Update 18 CET 08 February, 2017
Table 1

Debt markets (10Y % changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US (2-yr)	1.14	-2.4	-7.1	-4	-7
US	2.33	-5.9	-13.5	-3	0
GER (2-yr)	0.79	-1.5	-7.7	-6	-2
Germany	0.30	-5.4	-12.2	2	2
France	1.01	-10.7	-8.1	21	20
Spain	1.70	-7.5	1.7	23	26
Italy	2.25	-12.1	6.7	35	39
Portugal	4.12	-12.5	-9.4	14	22
Greece	7.73	-10.0	8.6	84	85
Japan (2-yr)	0.22	0.4	0.0	-1	-3
Japan	0.10	0.0	3.9	3	3
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
Brazil	10.40	-6.7	-47.1	92	-102
Chile	4.17	1.2	-4.8	-2	-16
Colombia	6.73	-1.2	-11.9	-22	-36
Mexico	7.36	-3.2	-4.0	28	28
Peru	6.15	1.9	10.7	-23	-32
Poland	3.77	-5.3	-11.0	9	9
Russia	8.22	-3.1	9.5	-6	-23
Turkey	10.63	-9.0	-3.0	-46	-37
India	6.74	30.8	30.8	34	36
Indonesia	7.55	-0.8	-10.1	24	-29
Country Risk (bp, changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	71	-5.3	9.1	19	18
Italy	195	-6.7	10.5	34	36
Portugal	382	-7.1	7.8	12	20
Spain	140	-2.1	18.9	21	24
2-yr sovereign spread vs Germany					
France	24	0.9	0.6	12	14
Italy	77	-3.4	1.3	13	16
Portugal	85	-0.8	4.8	-11	3
Spain	50	-2.2	3.9	4	2
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
5-yr sovereign CDS*					
Brazil	238	4	-8	-16	-33
Chile	78	1	-3	0	-4
Colombia	144	0	-8	-10	-19
Mexico	157	1	9	-10	-10
Peru	105	2	-5	0	-3
Venezuela	3,399	2	-89	-228	-506
Poland	71	1	0	1	1
Russia	177	3	-5	9	1
Turkey	254	12	-10	-13	-18
China	107	2	5	-6	-10
India	112	-1	-5	-12	-15
Indonesia	144	1	9	-5	-12
Risk indicators					
Volatility indicators (%)	level	Daily	Weekly	Monthly	YTD
VIX	11	0.4	-4	-2	-1
VST OXX	17	-0.5	1	8	0
EM EFT volatility index	17	-0.1	-3	-9	-14
Dollar Euro volatility	8	0.4	0	-21	-24
EM FX volatility index	10	0.5	-2	-6	-7
Credit spread (BAA) (bps)	231	5.9	7	-1	3
US bonds volatility index	68	0.8	-4	-9	-11
Banking 5y CDS (bps)*					
level	Daily	Weekly	Monthly	YTD	
US	67	0.0	-4	-4	-5
EZ	117	1.4	4	10	9
UK	84	-1.1	1	-6	-6
Large Spanish	111	1.9	1	-7	-6
Medium Spanish	157	2.0	4	10	5
Corporate 5y CDS (bps)*					
level	Daily	Weekly	Monthly	YTD	
US Non-financial	146	0.0	-4	-4	-5
EZ Non-financial	103	1.4	4	10	9
UK Non-financial	118	-0.1	1	-5	-7
Interbank markets (bp, changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EONIA Index	-0.35	0.00	0.0	0.0	0.0
Euribor 3m	-0.33	0.00	0.0	0.0	0.0
Euribor 12m	-0.10	0.0	0.0	0.0	0.0
Libor 3m	1.04	0.00	0.0	0.0	0.0
Libor 12m	1.71	0.00	0.0	0.0	0.0
EZTED spread 3m	46.7	-2.10	-2.8	-19.7	-13.7
Stock markets (%)					
Indices	level	Daily	Weekly	Monthly	YTD
Americas					
S&P500	2,291	0.1	0.5	1	1
Dow Jones	20,036	-0.3	0.7	1	0
Nikkei	19,008	0.5	0.7	-2	-3
FTSE 100	7,188	-0.0	1.1	-1	0
Eurostoxx 50	3,238	0.1	0.6	-2	-2
IBEX	9,330	0.0	0.0	-2	-1
DAX	11,543	-0.1	-1.0	0	0
CAC	4,767	0.3	0.6	-2	-3
MIB	18,772	0.6	0.2	-3	-4
ASE Athens	611	-2.0	-1.3	-7	-7
MSCI Latam*	75,375	0.0	0.3	3	3
Ibovespa (Brazil)	64,315	0.2	0.8	4	4
Moody's	46,952	0.5	0.1	3	1
MSCI EM Europe*	5,937	0.2	0.5	2	0
Poland	2,084	-0.1	0.2	4	4
Micex (Russia)	2,190	-1.3	-1.9	-1	-3
Moody's (Turkey)	88,249	0.9	1.6	14	16
MSCI EM Asia*	729	-0.1	0.9	3	5
Shanghai Com (China)	3,167	0.4	0.2	0	0
Jakarta (Indonesia)	5,361	-0.6	1.3	0	2
Banking sector					
level	Daily	Weekly	Monthly	YTD	
US banks					
JPM	116.4	-1.6	1.0	-2	-1
Citi	85.6	-1.3	0.8	-1	-1
Bk	56.5	-1.3	0.7	-6	-8
BaK	22.5	-1.6	-1.6	0	-2
MS	43.8	-2.4	2.5	3	0
GS	237.1	-1.1	2.8	-2	-2
EZ banks					
BNP	96.0	-1.7	3.6	-7	-9
Crédit Agricole	56.1	-1.9	-7.5	8	-11
Crédit Agricole	11.4	-2.3	-7.4	-6	-7
Deutsche Bank	17.9	-2.0	6.5	-1	-2
ING	13.4	-2.3	-1.0	-3	-4
Intesa	2.1	-0.2	-2.8	-14	-16
SG	42.7	-2.1	-7.2	-8	-11
Unicredit	12.4	-1.1	-7.0	-7	-12
UK banks					
HSBC	87.1	-0.5	0.8	0	-1
RBS	679.9	-0.9	0.5	2	1
RIS	227.4	0.9	1.4	0	-3
Barclays	225.0	-0.5	1.3	-4	-4
Lloyds	65.6	-0.8	0.2	1	1
Large Spanish banks					
Santander	74.5	-1.3	2.8	5	5
Santander	5.0	-1.4	-3.1	-1	-2
BBVA	6.0	-1.2	2.5	-8	-7
Medium Spanish banks					
Cáscas	71.2	-0.5	-2.6	-3	-3
Cáscas	3.4	-1.1	-1.2	2	3
Populr	0.8	-0.7	-11.2	-16	-15
Sabadell	1.5	0.5	3.0	6	6
Banque	7.2	-0.2	-4.3	-4	-4
Banque	0.9	-1.1	-3.8	-8	-8
Currencies (% ind for currency depreciation)					
level	Daily	Weekly	Monthly	Year	
Developed					
EURUSD	1.07	0.2	0.6	1.3	2
GBPUSD	1.25	0.3	0.9	3.1	2
USDJPY	111.76	0.6	1.3	-3.7	-5
DXF	100.15	-0.1	0.5	1.7	-2
Emerging					
USDARS (Argentina)	15.68	0.0	0.7	1.3	2
USDBRL (Brazil)	3.12	0.1	0.3	2.5	3
USDCLP (Chile)	648.03	-0.1	0.1	3.5	4
USDCOP (Colombia)	2879	-0.9	0.9	1.7	3
USDMXN (Mexico)	20.51	0.5	1.0	4.1	4
USDPEN (Peru)	3.28	0.4	-0.4	3.0	3
USDCZK	63.95	0.1	0.5	3.0	1
USDRPLN (Poland)	4.03	0.1	-0.7	2.8	3
USD RUB (Russia)	59.16	0.6	1.6	1.6	2
USDTRY (Turkey)	3.71	0.9	1.5	0.1	4
USDCNY (China)	6.86	0.3	0.3	1.1	1
USDINR (India)	67.19	0.3	0.4	1.5	1
USDIDR (Indonesia)	13,327	0.0	0.3	0.3	1
ADXY	104.7	0.1	0.1	1.5	1
Commodities (%)					
level	Daily	Weekly	Monthly	Year	
Brent					
WTX	52.4	0.4	-2.8	1	-2
Copper	267	1.7	-1.2	6	5
Gold	1,243	0.7	2.7	5	7
S&P Spot commodity*	396	-0.3	-1.5	1	0
S&P Brent Spoz*	469	-1.1	-3.0	0	-2
S&P Metals Spot*	322	-0.5	-1.2	5	6
S&P Agricultural*	306	0.7	-0.3	2	2

Debt markets (10Y % changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US (2-yr)	1.14	-2.4	-7.1	-4	-7
US	2.33	-5.9	-13.5	-3	-10
GER (2-yr)	-0.79	-1.5	-7.7	-6	-2
Germany	0.30	-5.4	-17.2	2	2
France	1.01	-10.7	-8.1	21	20
Spain	1.70	-7.5	1.7	23	26
Italy	2.25	-12.1	-6.7	35	38
Portugal	4.12	-12.5	8.4	14	22
Greece	7.73	-10.0	8.6	84	85
Japan (2-yr)	-0.22	-0.4	0.0	-1	-3
Japan	0.10	0.0	3.9	3	3
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
Brazil	10.40	-6.7	-47.1	-92	-102
Chile	4.17	3.2	-4.8	2	-16
Colombia	6.73	-1.2	-11.9	-22	-36
Mexico	7.36	-3.2	-4.0	-28	-28
Peru	6.15	1.9	19.2	-23	-32
Poland	3.77	-5.3	-11.0	9	5
Russia	8.22	-3.3	-9.5	-3	-23
Turkey	10.63	-9.0	3.0	-46	-37
India	6.74	30.8	30.8	34	36
Indonesia	7.55	-0.3	-10.1	-24	-29
Country risk (bp changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	71	-5.3	9.1	19	18
Italy	191	-6.7	10.5	34	36
Portugal	382	-7.1	7.8	12	20
Spain	140	-2.1	18.9	21	24
2-yr sovereign spread vs Germany					
France	24	0.9	0.6	12	14
Italy	77	-3.4	1.3	13	16
Portugal	85	-0.8	4.8	-11	3
Spain	50	-2.2	3.9	4	2
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
5-yr sovereign CDS *					
Brazil	238	4	-8	-16	-33
Chile	78	1	-3	0	4
Colombia	144	0	-8	-10	-19
Mexico	157	1	-9	-10	1
Peru	105	2	-5	0	-3
Venezuela	3,399	2	-89	-228	-506
Poland	71	1	0	1	-4
Russia	177	3	-5	9	1
Turkey	254	12	10	-13	-18
China	107	2	-5	-6	-10
India	112	-1	-5	-12	-15
Indonesia	141	1	-9	-5	-12
Risk indicators					
Volatility indicators (%)					
level	Daily	Weekly	Monthly	YTD	
VIX	11	0.4	-4	-2	-1
VSTOXX	17	-0.5	1	8	0
EM EFT volatility Index	17	0.1	-3	-9	-14
Dollar/euro volatility	8	0.4	0	-21	-24
EM FX volatility index	10	0.5	-2	-6	-7
Credit spread (BAA) (bps)	231	3.9	7	-1	-3
US bonds volatility index	68	0.8	-4	-9	-11
Banking S&P CDS (bps) *					
level	Daily	Weekly	Monthly	YTD	
US	67	0.0	-4	-4	-5
EZ	117	1.4	4	10	9
UK	84	-1.1	1	-6	-4
Large Spanish	111	1.9	1	-7	-6
Medium Spanish	157	2.0	4	10	5
Corporate S&P CDS (bps) *					
level	Daily	Weekly	Monthly	YTD	
US Non-financial	146	0.0	-4	-4	-5
EZ Non-financial	103	1.4	4	10	9
UK Non-financial	118	0.1	1	-5	-7
Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EONIA Index	-0.35	0.00	0.0	0.0	0.0
Euribor 3m	-0.33	0.00	0.0	0.0	0.0
Euribor 12m	-0.10	0.00	0.0	0.0	0.0
Libor 3m	1.04	0.00	0.0	0.0	0.0
Libor 12m	1.71	0.00	0.0	0.0	0.0
EZ TED spread 3m	48.7	-2.10	-2.8	-19.7	-17.7
Stock markets (%)					
level	Daily	Weekly	Monthly	YTD	
Main indices					
S&P500	2,291	-0.1	0.5	1	1
Dow Jones	29,036	0.3	0.7	1	0
Nikkei	19,008	0.5	-0.7	-2	-3
FTSE 100	7,189	0.0	1.1	-1	0
Eurostoxx 50	3,238	-0.1	0.6	-2	-2
IBEX	9,330	0.0	0.0	-2	-1
DAX	11,543	-0.1	-1.0	0	0
CAC	4,767	0.3	0.6	-2	-3
MBI	18,772	0.6	0.2	-3	-4
ASE Athens	611	-2.0	-1.3	-7	-7
MSCI Latam *	75,375	0.0	0.3	3	3
Bovespa (Brazil)	64,315	0.2	0.8	4	4
Moodi	46,952	0.5	-0.1	2	1
MSCI EM Europe *	5,037	0.2	0.5	2	0
Poland	2,004	-0.1	0.2	4	4
Misc (Russia)	2,190	-1.3	1.8	-1	-3
Ise 100 (Turkey)	88,249	0.9	1.6	14	16
MSCI EM Asia *	729	-0.1	0.9	3	5
Shanghai Com (China)	3,167	0.4	0.2	0	0
Jakarta (Indonesia)	5,361	-0.6	1.3	0	2
Banking sector					
level	Daily	Weekly	Monthly	YTD	
US banks	116.4	-1.6	1.0	-2	-3
JPM	85.6	-1.3	0.8	-1	-1
Citi	56.5	-1.3	0.7	-6	-8
BoA	22.5	-1.6	-1.6	0	-2
MS	43.8	-2.4	2.5	3	0
GS	237.1	-1.1	2.8	-2	-2
EZ banks	96.0	-1.7	-5.6	-7	-9
BNP	56.1	-1.9	-7.5	-8	-11
Credit Agricole	11.4	-2.3	-7.4	-6	-7
Deutsche Bank	17.9	-2.0	-6.5	-1	-2
ING	13.4	-2.3	-1.0	-3	-4
Intesa	2.1	-0.2	-2.8	-14	-16
SG	42.7	-2.1	-7.2	-6	-11
Unicredit	12.4	-1.1	-7.0	-7	-12
UK banks	87.1	-0.5	0.8	0	-1
HSBC	679.9	-0.9	0.5	-2	1
RBS	227.4	0.0	1.4	0	-3
Barclays	225.0	-0.5	1.3	-4	-4
Lloyds	65.6	-0.8	0.2	1	1
Large Spanish banks	74.5	-1.3	2.8	-5	-5
Santander	5.0	-1.4	-3.1	-1	-2
BBVA	6.0	-1.2	-2.5	-8	-7
Medium Spanish banks	71.2	-0.5	-2.6	-3	-3
Cabotbank	3.4	-1.1	-1.2	2	3
Populr	0.8	-0.7	-11.2	-16	-15
Sabadell	1.5	0.5	3.0	6	6
Bankinter	7.2	-0.2	-4.3	-4	-4
Bankia	0.9	-1.1	-3.8	-8	-8
Currencies (% red for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	Year
EURUSD	1.07	0.2	0.6	1.3	2
GBPUSD	1.25	0.3	0.9	3.1	2
USDJPY	111.76	0.6	1.3	-3.7	-5
DKY	100.15	-0.1	0.5	1.7	2
Emerging					
level	Daily	Weekly	Monthly	Year	
USDARS (Argentina)	15.68	0.0	0.7	1.3	2
USDBRL (Brazil)	3.12	0.1	0.3	2.5	3
USDCUP (Cuba)	648.03	-0.1	-0.1	3.5	4
USDCOP (Colombia)	287.9	-0.9	0.9	1.7	3
USDMXN (Mexico)	20.51	0.5	1.0	4.1	4
USDPEN (Peru)	3.28	0.4	-0.4	3.0	3
LACI	63.95	0.1	0.5	3.0	4
USDPLN (Poland)	4.03	0.1	-0.7	2.8	3
USD RUB (Russia)	59.16	0.6	1.6	1.6	2
USDTRY (Turkey)	3.71	0.9	1.5	0.1	-4
USDCNY (China)	6.86	0.3	0.3	1.1	1
USDINR (India)	67.19	0.3	0.4	1.5	1
USDIDR (Indonesia)	13,327	0.0	0.3	0.3	1
ADXY	104.7	0.1	0.1	1.5	1
Commodities (%)					
level	Daily	Weekly	Monthly	Year	
Brent	55.3	0.4	-2.7	1	-2
WTX	52.4	0.4	-2.8	1	-2
Copper	267	1.7	-1.2	6	5
Gold	1,243	0.7	2.7	5	7
S&P Spot commodity *	396	-0.3	-1.5	1	0
S&P Brent Spot *	469	-1.1	-3.0	0	-2
S&P Metals Spot *	322	-0.5	-1.2	5	6
S&P Agricultural *	306	0.7	-0.3	2	2

Source: Bloomberg, Datastream and Haver
* With one day delay

Debt markets (% changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US (2-yr)	1.14	-2.4	-7.1	-4	-7
US	2.33	-5.9	13.5	-3	-10
GER (2-yr)	0.79	-1.5	-7.7	-6	-2
Germany	0.80	-5.4	-12.2	2	2
France	1.01	-10.7	-8.1	21	20
Spain	1.70	-7.5	1.7	23	26
Italy	2.25	-12.1	-6.7	35	38
Portugal	4.12	-15.5	9.4	14	12
Greece	7.73	-10.0	8.6	84	85
Japan (2-yr)	-0.22	-0.4	0.0	-1	-3
Japan	0.10	0.0	3.8	3	3
Emerging Markets	level	Daily	Weekly	Monthly	YTD
Brazil	10.60	-6.7	-47.1	-9.2	-10.2
Chile	4.17	1.2	-4.8	-2	-16
Colombia	6.73	-1.2	-11.9	-2.2	-3.6
Mexico	7.36	-3.2	-4.0	-28	-28
Peru	6.35	1.9	10.7	-2.3	-3.2
Poland	3.77	-5.3	-11.0	9	5
Russia	8.22	-3.3	-9.5	-3	-2.3
Turkey	10.63	-9.0	-3.0	-4.6	-3.7
India	6.74	30.8	30.8	34	36
Indonesia	7.55	-0.8	-10.1	-2.4	-2.9
Country risk (bp, changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	71	-5.3	9.1	19	18
Italy	195	-6.7	10.5	34	36
Portugal	382	-7.1	7.8	12	20
Spain	140	-2.1	18.9	21	24
2-yr sovereign spread vs Germany					
France	24	0.9	0.6	12	14
Italy	77	-3.4	1.3	13	16
Portugal	85	-0.8	4.8	-11	3
Spain	50	-2.2	3.9	4	2
Emerging Markets	level	Daily	Weekly	Monthly	YTD
5-yr sovereign CDS*					
Brazil	238	4	-8	-16	-33
Chile	78	1	-3	0	-4
Colombia	144	0	-8	-10	-19
Mexico	157	1	-9	-10	1
Peru	105	2	-5	0	-3
Venezuela	3,399	2	-89	-228	-506
Poland	71	1	0	1	-4
Russia	177	-3	-5	9	1
Turkey	254	12	-10	-13	-18
China	107	2	-5	-6	-10
India	112	-1	-5	-12	-15
Indonesia	144	1	-9	-5	-12
Risk Indicators					
Volatility Indicators (%)	level	Daily	Weekly	Monthly	YTD
VIX	11	0.4	-4	-2	-1
VIXOXX	17	-0.5	1	8	0
EM EFT volatility Index	17	-0.1	-3	-9	-14
Dollar/euro volatility	8	0.4	0	-21	-24
EM FX volatility Index	10	0.5	-2	-6	-7
Credit spread (BAA) (bps)	231	5.9	7	-1	3
US bonds volatility Index	68	0.8	-4	-9	-11
Banking 5y CDS (bps)*	level	Daily	Weekly	Monthly	YTD
US	67	0.0	-4	-4	-5
EZ	117	1.4	4	10	9
UK	84	1.1	1	-6	-6
Large Spanish	111	1.9	1	-7	-6
Medium Spanish	157	2.0	-4	-10	-5
Corporate 5y CDS (bps)*	level	Daily	Weekly	Monthly	YTD
US Non-financial	146	0.0	-4	-4	-5
EZ Non-financial	103	1.4	4	10	9
UK Non-financial	113	0.1	1	-5	-7
Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EONIA Index	-0.35	0.00	0.0	0.0	0.0
Euribor 3m	-0.33	0.00	0.0	0.0	0.0
Euribor 12m	-0.10	0.00	0.0	0.0	0.0
Libor 3m	1.04	0.00	0.0	0.0	0.0
Libor 12m	1.71	0.00	0.0	0.0	0.0
EZTED spread 3m	48.7	-2.10	-2.8	19.7	17.7
Stock markets (%)					
Index	level	Daily	Weekly	Monthly	YTD
Main Indices					
S&P500	2,291	-0.1	0.5	1	1
Dow Jones	20,036	-0.3	0.7	1	0
Nikkei	19,008	0.5	-0.7	-2	-3
FTSE 100	7,189	0.0	1.1	-1	0
EuroStoxx 50	3,238	0.1	-0.6	-2	-2
IBEX	9,330	0.0	0.0	-2	-1
DAX	11,543	-0.1	-1.0	0	0
CAC	4,767	0.3	-0.6	-2	-3
MI8	18,772	0.6	0.2	-3	-4
ASE Athens	611	-2.0	-1.3	-7	-7
MSCI Latam*	75,375	0.0	-0.2	3	3
Ibovespa (Brazil)	64,315	0.2	-0.8	4	4
Mexbol	46,952	0.5	-0.1	3	1
MSCI EM Europe*	5,027	0.2	0.5	2	0
Poland	2,084	-0.1	0.2	4	4
Mircx (Russia)	2,190	-1.3	-1.9	-1	-3
Ise 100 (Turkey)	88,249	0.9	1.6	14	16
MSCI EM Asia*	729	-0.1	0.9	3	5
Shanghai Com (China)	3,167	0.4	0.2	0	0
Jakarta (Indonesia)	5,361	-0.6	1.3	0	2
Banking Sector	level	Daily	Weekly	Monthly	YTD
US banks	116.4	-1.6	1.0	-2	-3
JPM	85.6	-1.3	0.8	-1	-1
Citi	56.5	-1.3	0.7	-6	-8
BAA	22.5	-1.6	-1.6	9	-2
MS	43.8	-2.4	2.5	3	0
GS	237.1	-1.1	2.8	-2	-2
EZ banks	96.0	-1.7	-5.6	-7	-9
BNP	56.1	-1.9	-7.5	-8	-11
Crédit Agricole	11.4	-2.3	-7.4	-6	-7
Deutsche Bank	17.9	-2.0	-6.5	-1	-2
ING	13.4	-2.3	-1.0	-3	-4
Intesa	2.1	-0.2	-2.8	-14	-16
SG	42.7	-2.1	-7.2	-8	-11
UniCredit	12.4	-1.1	-7.0	-7	-12
UK banks	87.1	-0.5	0.8	0	-1
HSBC	679.9	-0.9	0.5	2	1
RBS	227.4	0.9	1.4	0	-3
Barclays	225.0	0.5	1.3	4	-4
Lloyds	65.6	-0.8	0.2	1	1
Large Spanish banks	74.5	-1.3	-2.8	-5	-5
Santander	5.0	-1.4	-3.1	-1	-2
BBVA	6.0	-1.2	-2.5	-8	-7
Medium Spanish banks	71.2	-0.5	-2.6	-3	-3
Cabotbank	3.4	-1.1	-1.2	2	3
Popular	0.8	-0.7	-11.2	-16	-15
Sabadell	1.5	0.5	3.0	6	6
Bankinter	7.2	-0.2	-4.3	-4	-4
Bankia	0.9	-1.1	-3.8	-8	-8
Currencies (% incl for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	Year
EURUSD	1.07	0.2	-0.6	1.3	2
GBPUSD	1.25	0.3	-0.9	3.1	2
USDJPY	111.76	0.6	1.3	-3.7	5
DXY	100.15	-0.1	0.5	1.7	2
Emerging	level	Daily	Weekly	Monthly	Year
USDARS (Argentina)	15.68	0.0	0.7	1.3	2
USDBRL (Brazil)	3.12	0.1	0.3	2.5	3
USDCLP (Chile)	648.03	-0.1	-0.1	3.5	4
USDCOP (Colombia)	2879	-0.9	0.9	1.7	3
USDMXN (Mexico)	20.51	0.5	1.0	4.1	4
USDPEN (Peru)	3.28	0.4	-0.4	3.0	3
LACI	63.95	0.1	0.5	3.0	4
USDPH (Poland)	4.03	0.1	0.7	2.8	3
USD RUB (Russia)	59.16	0.6	1.6	1.6	2
USDTRY (Turkey)	3.71	0.9	1.5	0.1	-4
USD CNY (China)	6.86	0.3	0.3	1.1	1
USD INR (India)	67.19	0.3	0.4	1.5	1
USD IDR (Indonesia)	13.327	0.0	0.3	0.3	1
ADXY	104.7	0.1	0.1	1.5	1
Commodities (c)					
level	Daily	Weekly	Monthly	Year	
Brent	55.3	0.4	-2.7	1	-2
WTX	52.4	0.4	-2.8	1	-2
Copper	267	1.7	-1.2	6	5
Gold	1,243	0.7	2.7	5	7
S&P Spot commodity*	396	-0.3	-1.5	1	0
S&P Brent Spot*	469	-1.1	-3.0	0	-2
S&P Metals Spot*	322	-0.5	-1.2	5	6
S&P Agricultural*	306	0.7	-0.3	2	2

Source: Bloomberg, Datastream and Haver

* With one day delay

DISCLAIMER

This document and the information, opinions, estimates and recommendations expressed herein, have been prepared by Banco Bilbao Vizcaya Argentaria, S.A. (hereinafter called "BBVA") to provide its customers with general information regarding the date of issue of the report and are subject to changes without prior notice. BBVA is not liable for giving notice of such changes or for updating the contents hereof.

This document and its contents do not constitute an offer, invitation or solicitation to purchase or subscribe to any securities or other instruments, or to undertake or divest investments. Neither shall this document nor its contents form the basis of any contract, commitment or decision of any kind.

Investors who have access to this document should be aware that the securities, instruments or investments to which it refers may not be appropriate for them due to their specific investment goals, financial positions or risk profiles, as these have not been taken into account to prepare this report. Therefore, investors should make their own investment decisions considering the said circumstances and obtaining such specialized advice as may be necessary. The contents of this document are based upon information available to the public that has been obtained from sources considered to be reliable. However, such information has not been independently verified by BBVA and therefore no warranty, either express or implicit, is given regarding its accuracy, integrity or correctness. BBVA accepts no liability of any type for any direct or indirect losses arising from the use of the document or its contents. Investors should note that the past performance of securities or instruments or the historical results of investments do not guarantee future performance.

The market prices of securities or instruments or the results of investments could fluctuate against the interests of investors. Investors should be aware that they could even face a loss of their investment. Transactions in futures, options and securities or high-yield securities can involve high risks and are not appropriate for every investor. Indeed, in the case of some investments, the potential losses may exceed the amount of investment and, in such circumstances; investors may be required to pay more money to support those losses. Thus, before undertaking any transaction with these instruments, investors should be aware of their operation, as well as the rights, liabilities and risks implied by the same and the underlying stocks. Investors should also be aware that secondary markets for the said instruments may be limited or even not exist.

BBVA or any of its affiliates, as well as their respective executives and employees, may have a position in any of the securities or instruments referred to, directly or indirectly, in this document, or in any other related thereto; they may trade for their own account or for third-party account in those securities, provide consulting or other services to the issuer of the aforementioned securities or instruments or to companies related thereto or to their shareholders, executives or employees, or may have interests or perform transactions in those securities or instruments or related investments before or after the publication of this report, to the extent permitted by the applicable law.

BBVA or any of its affiliates' salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to its clients that reflect opinions that are contrary to the opinions expressed herein. Furthermore, BBVA or any of its affiliates' proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. No part of this document may be (i) copied, photocopied or duplicated by any other form or means (ii) redistributed or (iii) quoted, without the prior written consent of BBVA. No part of this report may be copied, conveyed, distributed or furnished to any person or entity in any country (or persons or entities in the same) in which its distribution is prohibited by law. Failure to comply with these restrictions may breach the laws of the relevant jurisdiction.

In the United Kingdom, this document is directed only at persons who (i) have professional experience in matters relating to investments falling within article 19(5) of the financial services and markets act 2000 (financial promotion) order 2005 (as amended, the "financial promotion order"), (ii) are persons falling within article 49(2) (a) to (d) ("high net worth companies, unincorporated associations, etc.") Of the financial promotion order, or (iii) are persons to whom an invitation or inducement to engage in investment activity (within the meaning of section 21 of the financial services and markets act 2000) may otherwise lawfully be communicated (all such persons together being referred to as "relevant persons"). This document is directed only at relevant persons and must not be acted on or relied on by persons who are not relevant persons. Any investment or investment activity to which this document relates is available only to relevant persons and will be engaged in only with relevant persons. The remuneration system concerning the analyst/s author/s of this report is based on multiple criteria, including the revenues obtained by BBVA and, indirectly, the results of BBVA Group in the fiscal year, which, in turn, include the results generated by the investment banking business; nevertheless, they do not receive any remuneration based on revenues from any specific transaction in investment banking.

BBVA is not a member of the FINRA and is not subject to the rules of disclosure affecting such members.

"BBVA is subject to the BBVA Group Code of Conduct for Security Market Operations which, among other regulations, includes rules to

prevent and avoid conflicts of interests with the ratings given, including information barriers. The BBVA Group Code of Conduct for Security Market Operations is available for reference at the following web site: www.bbva.com / Corporate Governance".

BBVA is a bank supervised by the Bank of Spain and by Spain's Stock Exchange Commission (CNMV), registered with the Bank of Spain with number 0182.