

# Market Comment | Markets little changed after ECB minutes release

Global Financial Markets Unit  
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- **Financial markets were little changed given the low negotiation volume in global markets as US markets were closed for the Thanksgiving holiday.** European markets (equity and bonds) also remained almost unchanged as the negative mood triggered by Asian markets was offset by positive economic data in the euro zone ([see](#)).
- The **ECB's minutes revealed that there was a broad consensus among ECB policy makers on QE programme extension**, although other options were discussed. No significant market reaction was perceived after the release. On the other hand, the **EUR slightly appreciated** after prospects of a German government slightly improved ([see](#)).
- Yesterday, after the publication of the **FOMC minutes, the USD depreciated significantly along with the drop in US sovereign bond yields**, after Fed policy makers showed concerns about **low inflation** ([see](#)), which slightly reduced probabilities of further rate hikes.
- **China's stock prices declined significantly** (by nearly 3%) amid a bond sell-off (sovereign bond yields reached high levels recently) and the Chinese government's efforts to reduce debt levels in the country. This sell-off triggered a slightly negative mood on European shares ([see](#)).
- **Oil prices were little changed** ahead of the OPEC meeting, while EM currencies showed a mixed performance with no significant movements.

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Table 1

Debt markets (10Y % changes in bp)						
Developed Markets	level	Daily	Weekly	Monthly	YTD	
US (2-yr)	1.73	0.0	1.9	15	51	
US	2.32	0.0	-5.7	-10	12	
GER (2-yr)	-0.70	0.5	1.1	1	8	
Germany	0.55	-0.2	-2.9	-13	-1	
France	0.68	1.4	-4.8	-25	-29	
Spain	1.46	1.1	-7.9	-19	-1	
Italy	1.78	1.8	-5.5	-28	-12	
Portugal	1.93	2.0	-5.4	-29	-25	
Greece	5.38	1.4	18.3	-15	-150	
Japan (2-yr)	-0.18	0.0	0.4	-5	1	
Japan	0.02	-2.7	-4.4	-4	-4	
Emerging Markets	level	Daily	Weekly	Monthly	YTD	
Brazil	10.07	-2.0	22.7	37	-134	
Chile	4.62	0.0	13.4	15	29	
Colombia	6.58	0.1	9.5	1	-51	
Mexico	7.22	2.7	-9.2	-2	-42	
Peru	5.04	0.8	-1.5	3	-143	
Poland	3.32	-6.8	-7.1	-6	-39	
Russia	7.68	-3.4	-0.7	3	-76	
Turkey	12.37	-25.0	34.0	102	137	
India	6.99	2.9	-7.5	21	61	
Indonesia	6.57	2.0	-10.4	-16	-122	
Country risk (bp changes in bp)						
Developed Markets	level	Daily	Weekly	Monthly	YTD	
10-yr sovereign spread vs Germany						
France	33	1.6	-1.9	-23	-36	
Italy	144	2.0	2.6	-15	-19	
Portugal	158	2.2	-2.5	-26	-197	
Spain	112	1.3	-5.0	-7	-4	
2-yr sovereign spread vs Germany						
France	13	0.6	1.5	-5	3	
Italy	33	0.1	-6.2	-13	-28	
Portugal	48	0.8	-3.1	-14	-99	
Spain	35	0.4	-1.0	3	13	
Emerging Markets	level	Daily	Weekly	Monthly	YTD	
5-yr sovereign CDS *						
Brazil	169	-3.1	-16	-1	-103	
Chile	53	0.7	-2	-1	-29	
Colombia	112	-2.2	-15	0	-51	
Mexico	103	-4.0	-14	-3	-53	
Peru	70	-0.9	-7	-5	-37	
Poland	51	-0.3	-1	2	-24	
Russia	131	-1.8	-7	1	-46	
Turkey	211	-4.6	2	36	-61	
China	59	0.3	-3	7	57	
India	72	-1.6	-4	-3	-55	
Indonesia	98	0.5	-5	5	-58	
Risk indicators						
Volatility indicators (v)						
VIX	10	0.0	-16	-11	-2	
VST OXX	13	-1.1	-15	-2	-4	
EM EFT volatility index	16	0.0	-7	-3	-19	
Dobrosrta volatility	7	0.4	2	0	26	
EM FX volatility index	8	0.8	-2	-4	-29	
Credit spread (BAA) (bps)	192	0.0	1	0	-35	
US bonds volatility index	47	2.5	-2	-16	-29	
Banking 5y CDS (bps) *						
US	49	-0.9	-6	2	-23	
EZ	41	-1.0	-6	-13	-67	
UK	45	0.4	-4	-3	-45	
Large Spanish	40	-0.7	-6	-13	-77	
Medium Spanish	79	-0.1	-3	-7	-72	
Corporate 5y CDS (bps) *						
US Non-financial	151	0.9	-6	2	-23	
EZ Non-financial	67	-1.0	-6	-13	-67	
UK Non-financial	98	0.2	-4	-5	-27	
Interbank markets (% changes in bp)						
level	Daily	Weekly	Monthly	YTD		
EONIA Index	-0.36	0.00	0.0	0.0	0.0	
Euribor 3m	-0.33	0.00	0.0	0.0	0.0	
Euribor 12m	-0.19	0.00	0.0	0.0	-0.1	
Libor 3m	1.46	0.01	0.0	0.1	0.5	
Libor 12m	1.93	0.01	0.0	0.1	0.2	
Stock markets (%)						
level	Daily	Weekly	Monthly	YTD		
Main indices						
S&P500	2,597	0.0	0.4	1	14	
Dow Jones	23,526	0.0	0.3	0	18	
Nikkei	22,523	0.0	0.8	3	15	
FTSE 100	7,417	0.0	0.4	-1	3	
EuroStoxx 50	3,572	0.3	0.2	-1	8	
IBEX	10,033	0.2	0.6	-2	6	
DAX	13,008	0.0	-0.3	0	12	
CAC	5,380	0.5	0.8	0	10	
MIB	22,398	0.4	0.9	-1	14	
ASE Athens	721	0.1	2.3	-2	10	
MSCI Latam *	83,699	-0.2	3.3	-2	14	
Ibovespa (Brazil)	74,321	-0.3	2.5	-3	21	
Moexv	48,167	-0.1	0.9	-4	3	
MSCI EM Europe *	5,347	0.4	1.7	3	6	
Poland	2,504	0.6	3.8	2	25	
Micos (Russia)	2,149	-0.5	0.7	4	-5	
Ise 100 (Turkey)	105,026	-0.9	-1.9	-2	38	
MSCI EM Asia *	939	0.4	3.1	4	35	
Shanghai Com (China)	3,352	-2.3	-1.4	-1	6	
Jakarta (Indonesia)	6,063	0.5	1.5	2	15	
Banking sector						
level	Daily	Weekly	Monthly	YTD		
US banks						
JPM	132.8	0.0	0.1	-3	11	
Citi	98.6	0.0	0.2	-2	13	
Chf	72.3	0.0	0.3	-3	18	
BofA	26.7	0.0	-0.4	-4	16	
MS	49.1	0.0	1.0	-4	13	
GS	236.4	0.0	-1.2	-3	-3	
EZ banks						
BNP	110.1	0.2	-0.7	-6	4	
Crédit Agricole	63.0	0.0	-1.3	-8	0	
Crédit Agricole	13.9	0.1	-1.2	-9	13	
Deutsche Bank	16.0	-0.4	-1.3	9	-2	
ING	19.2	0.3	-0.7	-5	9	
Intesa	2.8	0.1	0.5	-3	11	
SG	42.9	0.2	-1.2	-12	-11	
Unicredit	16.9	0.7	0.8	-3	20	
UK banks						
HSBC	88.2	-0.4	-0.1	-3	0	
HSBC	731.8	-0.9	-0.1	-2	9	
Barclays	269.6	0.0	-1.6	-4	15	
Barclays	188.8	0.2	1.8	-5	20	
Lloyds	65.7	-0.3	-0.5	-2	1	
Large Spanish banks						
Santander	85.1	0.3	1.5	-2	9	
BBVA	5.5	0.3	0.4	-2	9	
BBVA	7.1	0.3	-2.5	-3	9	
Medium Spanish banks						
CaixaBank	74.7	0.7	-1.2	-2	2	
Sabadell	3.9	0.1	-2.4	-1	19	
Sabadell	1.6	1.1	-1.0	-1	19	
Bankinter	7.7	0.3	-0.1	-3	3	
Bankia	3.9	1.6	-1.5	-4	-5	
Commodities (%)						
level	Daily	Weekly	Monthly	Year		
Brexit						
WTX	63.2	-0.2	3.0	5	12	
Copper	58	0.4	5.7	11	9	
Copper	313	-0.3	2.7	-2	23	
Gold	1291	-0.1	1.0	1	11	
S&P Spot commodity *	429	1.0	2.5	5	8	
S&P Brent Spot *	536	1.1	2.8	8	12	
S&P Mena Spot *	375	0.7	2.2	-1	23	
S&P Agricultural *	286	0.7	1.4	2	-5	
Currencies (% ind for currency depreciation)						
level	Daily	Weekly	Monthly	Year		
Developed						
EURUSD	1.18	0.2	0.7	0.7	13	
GBPUSD	1.33	-0.2	0.8	1.3	8	
USDJPY	111.19	0.0	1.7	-2.4	-8	
DXF	93.12	-0.1	0.9	0.7	9	
Emerging						
USDARS (Argentina)	17.41	0.1	0.4	0.5	8	
USDBRL (Brazil)	3.22	0.1	1.7	0.8	0	
USDCLP (Chile)	635.19	-0.2	0.7	-0.5	5	
USDCOP (Colombia)	2977	0.0	1.3	-0.1	0	
USDMXN (Mexico)	18.62	0.1	2.3	3.2	13	
USDPEN (Peru)	3.24	0.0	0.3	0.0	4	
LACI	64.71	0.0	1.4	1.3	5	
USDPLN (Poland)	3.55	0.4	1.5	1.7	15	
USDRUB (Russia)	58.39	0.0	2.2	-1.3	3	
USDTRY (Turkey)	3.92	0.0	1.4	-4.7	-10	
USDCNY (China)	6.58	0.4	0.7	0.8	5	
USDINR (India)	64.57	0.5	1.1	0.8	5	
USDIDR (Indonesia)	13,511	0.1	0.2	0.2	-1	
ADXY	108.8	0.2	0.6	1.3	5	

Source: Bloomberg, Datastream and Haver

\* With one day delay

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Table 1