

# Market Comment | Calm in financial markets amid thin trading on Boxing Day

Global Financial Markets Unit  
26 Dec 2017

- **Quiet markets as some of the main financial centres remained closed due to Boxing Day** (Europe among others). US and some Asian indices re-opened today after the Christmas holidays, but they registered low trading volumes as many traders had already closed their books for 2017.
- In this context, US equity indices remained almost unchanged, as did US yields, which seem to be consolidating their recent rally on the back of the new tax bill. Meanwhile, the **USD held steady against its main peers**. In Asia, China and Japan, which re-opened today, registered a mild increase in prices.
- **Some EM currencies benefited from oil prices**. Commodity prices remained almost unchanged, but Brent prices inched up and continue hovering around their highest levels since 2015 (see). Consequently, sensitive currencies such as RUB and MXN appreciated most today.

Update 17.00 CET 26 December 2017  
Table 1

D&K markets (10Y % changes in bps)					
	level	Daily	Weekly	Monthly	YTD
<b>Developed Markets</b>					
US (2-yr)	1.91	1.5	5.3	16	69
US	2.47	0.9	0.8	1.3	3
GER (2-yr)	-0.63	0.0	6.0	7	15
Germany	0.42	0.0	4.1	6	14
France	0.74	0.0	3.6	5	-7
Spain	1.47	0.0	-1.3	-1	4
Italy	1.91	0.0	-0.1	10	4
Portugal	1.84	0.0	0.9	-10	-206
Greece	4.14	0.0	3.0	-125	-275
Japan (2-yr)	-0.15	0.1	0.1	3	4
Japan	0.95	0.2	2.0	2	-2
<b>Emerging Markets</b>					
Brazil	10.31	-6.3	-25.9	14	-110
Chile	4.59	-0.9	-3.3	-2	27
Colombia	6.49	0.1	15.3	-9	-60
Mexico	7.75	-0.5	23.9	50	11
Peru	4.94	0.5	-6.2	-9	-154
Poland	3.31	-0.9	-0.7	-3	-41
Russia	7.65	-0.1	-0.2	-6	-80
Turkey	11.61	1.0	-22.0	-71	61
India	7.28	0.4	9.7	27	89
Indonesia	6.37	0.0	-11.5	-18	-147
<b>Country risk (bp, changes in bps)</b>					
<b>Developed Markets</b>					
<b>10-yr sovereign spread vs Germany</b>					
France	32	0.0	0.5	-1	-37
Italy	149	0.0	4.2	4	13
Portugal	142	0.0	-3.2	-16	-213
Spain	105	0.0	-5.4	-7	-11
<b>2-yr sovereign spread vs Germany</b>					
France	15	0.0	-0.9	1	4
Italy	36	0.0	-4.0	1	-25
Portugal	53	0.0	5.6	8	-94
Spain	26	0.0	-4.9	-9	22
<b>Emerging Markets</b>					
<b>5-yr sovereign CDS *</b>					
Brazil	162	-0.7	0	-4	-109
Chile	49	-0.1	-1	-4	33
Colombia	105	0.0	-3	-6	-58
Mexico	107	0.0	3	5	-49
Peru	74	0.0	-3	-4	-34
Poland	48	0.0	-2	-3	-27
Russia	117	0.0	-4	-13	-59
Turkey	165	-0.7	-4	-39	-108
China	51	-0.2	-1	-9	-66
India	70	-0.3	-1	-1	-57
Indonesia	87	0.0	-4	-11	-69
<b>Risk indicators</b>					
<b>Volatility indicators (v)</b>					
VIX	10	3.8	2	6	-2
VST OXX	12	0.0	7	-7	-4
EM EFT volatility index	15	7.0	1	-11	-28
Dobrosrta volatility	6	0.5	5	-17	-45
EM FX volatility index	8	0.8	6	2	-28
Credit spread (BAA) (bps)	180	0.9	-1	-11	-47
US bonds volatility index	50	0.0	3	9	24
<b>Banking 5y CDS (bps) *</b>					
US	43	-0.1	0	-6	-29
EZ	40	-0.1	0	-1	-68
UK	42	-0.1	-1	-3	-49
Large Spanish	37	-0.1	0	-3	-80
Medium Spanish	75	-0.2	-2	-4	-76
<b>Corporate 5y CDS (bps) *</b>					
US Non-financial	147	0.1	0	-9	-29
EZ Non-financial	63	-0.1	0	-1	-68
UK Non-financial	92	0.2	-2	-6	-33
<b>Interbank markets (% changes in bps)</b>					
	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	-0.19	0.00	0.0	0.0	-0.1
Libor 3m	1.69	0.00	0.1	0.2	0.7
Libor 12m	2.10	0.00	0.0	0.2	0.4
<b>Stock markets (%)</b>					
	level	Daily	Weekly	Monthly	YTD
<b>Main indices</b>					
S&P500	2,680	-0.1	0.0	3	18
Dow Jones	24,765	0.0	0.0	5	24
Nikkei	22,093	-0.2	0.1	2	17
FTSE 100	7,593	0.0	0.6	2	6
EuroStoxx 50	3,553	0.0	-0.8	-1	7
IBEX	10,182	0.0	-0.5	-1	8
DAX	13,073	0.0	-1.1	0	13
CAC	5,365	0.0	-0.3	0	9
MIIB	22,209	0.0	-0.3	-1	13
ASE Athens	694	0.0	2.6	11	22
MSCI Latam *	84,527	0.0	1.4	1	15
Ibovespa (Brazil)	75,481	0.4	3.9	2	23
Moexv	48,285	-0.2	-0.2	1	4
MSCI EM Europe *	5,341	0.1	0.6	0	6
Poland	2,446	0.0	-0.4	-1	22
Moex (Russia)	2,097	-0.4	-1.0	-3	-7
lse 100 (Turkey)	112,015	0.2	1.7	7	47
MSCI EM Asia *	915	0.0	0.8	-2	31
Shanghai Com (China)	3,306	0.8	0.3	-1	5
Jakarta (Indonesia)	6,221	0.0	1.2	3	18
<b>Banking sector</b>					
	level	Daily	Weekly	Monthly	YTD
<b>US banks</b>					
JPM	143.4	-0.4	0.4	6	20
Citi	107.3	-0.1	0.8	9	23
Chf	75.3	-0.3	0.5	5	23
BofA	29.8	-0.2	1.2	12	30
MS	52.4	-0.5	0.9	7	20
GS	256.9	-0.8	0.2	9	6
<b>EZ banks</b>					
BNP	110.8	0.0	-0.8	0	5
Crédit Agricole	63.0	0.0	-0.2	-1	0
Crédit Agricole	14.0	0.0	-1.9	-1	14
Deutsche Bank	16.3	0.0	-2.9	2	0
ING	19.5	0.0	-0.1	2	12
Intesa	2.8	0.0	1.7	1	12
SG	43.5	0.0	-0.6	0	-10
Unicredit	19.9	0.0	3.7	-7	13
<b>UK banks</b>					
HSBC	91.7	0.0	-0.1	3	4
RBS	761.6	0.0	0.7	4	14
Barclays	275.8	0.0	-0.5	2	18
Lloyds	202.2	0.0	-1.0	7	14
Large Spanish banks	67.2	0.0	0.1	2	4
Santander	86.9	0.0	0.8	1	11
BBVA	5.6	0.0	-1.4	1	11
Medium Spanish banks	7.3	0.0	-0.2	2	12
CaixaBank	76.8	0.0	-0.3	2	5
Sabadell	3.9	0.0	-0.7	0	20
Bankinter	1.7	0.0	0.9	2	23
Bankinter	8.0	0.0	0.8	3	6
Bankia	4.0	0.0	-0.7	2	-2
<b>Currencies (% ind for currency depreciation)</b>					
	level	Daily	Weekly	Monthly	Year
<b>Developed</b>					
EURUSD	1.19	0.0	0.3	-0.5	13
GBPUSD	1.34	-0.1	0.2	0.1	8
USD JPY	113.23	0.0	0.3	1.5	3
DXF	93.25	0.0	0.2	0.5	9
<b>Emerging</b>					
USDARS (Argentina)	18.29	-1.2	3.8	-5.4	-14
USDBRL (Brazil)	3.32	0.6	0.8	-2.7	-3
USDCLP (Chile)	618.71	0.6	0.2	2.4	8
USDCOP (Colombia)	2962	0.0	0.3	0.7	0
USDMXN (Mexico)	19.65	0.5	-2.3	-5.9	8
USDPEN (Peru)	3.24	-0.1	1.3	0.0	4
LACI	62.84	0.3	-1.2	-2.9	2
USDPLN (Poland)	3.54	-0.2	0.2	-0.3	15
USD RUB (Russia)	57.73	0.5	1.8	1.2	4
USDTRY (Turkey)	3.81	-0.1	0.5	3.6	7
USDCNY (China)	6.55	-0.1	0.9	0.9	6
USDINR (India)	64.08	-0.1	0.1	1.0	6
USDIDR (Indonesia)	13,554	-0.1	0.2	-0.4	-1
ADXY	109.3	0.0	0.6	0.5	6
<b>Commodities (%)</b>					
	level	Daily	Weekly	Monthly	Year
<b>Brent</b>					
WTX	65.5	0.4	2.7	16	16
Copper	59	0.4	2.2	0	10
Gold	325	1.0	3.8	3	27
S&P Spot commodity *	1281	0.5	1.6	-1	10
S&P Brent Spot *	429	0.0	1.5	0	8
S&P Metals Spot *	551	0.0	2.1	2	15
S&P Energy Spot *	385	0.0	2.8	2	26
S&P Agricultural *	279	0.0	0.8	-2	-7

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Fuente: BBVA Research

Debt markets (10Y, %, changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
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Germany	0.42	0.0	4.1	6	14
France	0.74	0.0	3.6	5	7
Spain	1.47	0.0	-1.3	-1	4
Italy	1.91	0.0	0.1	10	4
Portugal	1.84	0.0	0.9	-10	-206
Greece	4.14	0.0	3.0	-125	-275
Japan (2-yr)	-0.15	0.1	0.1	3	4
Japan	0.05	0.7	2.0	2	2
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
Brazil	10.31	-6.3	-25.9	14	-110
Chile	4.59	-0.9	3.3	-2	27
Colombia	6.49	0.1	15.3	9	60
Mexico	7.75	-0.5	23.9	50	11
Peru	4.94	0.5	-8.2	-9	-154
Poland	3.31	0.0	-0.7	-3	-41
Russia	7.65	-0.1	-0.2	-6	-80
Turkey	11.61	1.0	22.0	-71	61
India	7.28	0.4	9.7	27	89
Indonesia	6.37	0.0	-11.5	-18	-147
Country risk (bp, changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	32	0.0	-0.5	-1	-37
Italy	149	0.0	-4.2	4	-13
Portugal	142	0.0	-3.2	-16	-213
Spain	105	0.0	-5.4	-7	-11
2-yr sovereign spread vs Germany					
France	15	0.0	-0.9	1	4
Italy	36	0.0	-4.0	1	25
Portugal	53	0.0	5.6	8	94
Spain	26	0.0	-4.9	-9	-22
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
5-yr sovereign CDS *					
Brazil	162	-0.7	0	-4	-109
Chile	49	-0.1	-1	-4	-33
Colombia	105	0.0	-3	-6	-58
Mexico	107	0.0	3	5	-49
Peru	74	0.0	-3	4	-34
Poland	48	0.0	-2	-3	-27
Russia	117	0.0	-4	-13	-59
Turkey	165	0.7	-4	-39	-108
China	51	-0.2	-1	-9	-66
India	70	-0.3	-1	-1	-57
Indonesia	87	0.0	-4	-11	-69
Risk indicators					
Volatility indicators (%)					
level	Daily	Weekly	Monthly	YTD	
VIX	10	3.8	2	6	-2
VSTOXX	12	0.0	7	-7	-4
EM EFT volatility index	15	7.0	1	-11	-28
Dollar/euro volatility	6	-0.5	5	-17	-45
EM FX volatility index	8	0.8	6	2	-28
Credit spread (BAA) (bps)	190	0.9	-1	-11	-47
US bonds volatility index	50	0.0	3	9	-34
Banking 5y CDS (bps) *					
level	Daily	Weekly	Monthly	YTD	
US	43	-0.1	0	-6	-29
EZ	40	-0.1	0	-1	-68
UK	42	-0.1	-1	-3	-49
Large Spanish	37	-0.1	0	-3	-80
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level	Daily	Weekly	Monthly	YTD	
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Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EURIBOR Index	-0.35	0.00	0.0	0.0	0.0
Eurobor 3m	-0.33	0.00	0.0	0.0	0.0
Eurobor 12m	-0.19	0.00	0.0	0.0	-0.1
Libor 3m	1.69	0.00	0.1	0.2	0.7
Libor 12m	2.10	0.00	0.0	0.2	0.4
Stock markets (%)					
Main indices					
level	Daily	Weekly	Monthly	YTD	
S&P500	2,580	-0.1	0.0	3	18
Dow Jones	24,765	0.0	0.0	5	24
Nikkei	22,893	-0.2	0.1	2	17
FTSE 100	7,593	0.0	0.6	2	6
EuroStoxx 50	3,553	0.0	-0.8	-1	7
IBEX	10,182	0.0	-0.5	1	8
DAX	13,073	0.0	1.1	0	13
CAC	5,365	0.0	-0.3	0	9
MI8	22,209	0.0	-0.3	-1	13
ASE Athens	804	0.0	2.6	11	22
MSCI Latam *	84,527	0.0	1.4	1	15
Ibovespa (Brazil)	75,481	0.4	3.9	2	23
Mexbol	48,285	-0.2	-0.2	1	4
MSCI EM Europe *	5,341	0.1	0.6	0	6
Poland	2,446	0.0	-0.4	-1	22
Miloo (Russia)	2,097	-0.4	-1.0	-3	7
Ise 100 (Turkey)	112,015	0.2	1.7	7	47
MSCI EM Asia *	915	0.0	0.8	-2	31
Shanghai Com (China)	3,206	0.8	0.3	-1	5
Jakarta (Indonesia)	6,221	0.0	1.4	3	18
Banking sector					
level	Daily	Weekly	Monthly	YTD	
US banks	143.4	-0.4	0.4	8	20
JPM	107.3	-0.1	0.8	9	23
Citi	75.3	-0.3	0.8	5	23
BoA	29.8	-0.2	1.2	12	30
MS	52.4	-0.5	-0.9	7	20
GS	295.9	-0.8	0.2	9	6
EZ banks	110.8	0.0	-0.8	0	5
BNP	63.0	0.0	-0.2	-1	0
USD BNL (Brazil)	14.0	0.0	-1.9	-1	14
Deutsche Bank	16.3	0.0	-2.9	2	0
ING	15.5	0.0	-0.1	2	12
Intesa	2.8	0.0	1.7	1	12
SG	43.5	0.0	0.6	0	10
Unicredit	15.9	0.0	-3.7	-7	13
UK banks	91.7	0.0	-0.1	3	4
HSBC	271.6	0.0	0.7	4	14
RBS	275.8	0.0	0.5	2	18
Barclays	202.2	0.0	-1.0	7	-14
Lloyds	67.2	0.0	0.1	2	4
Large Spanish banks	86.9	0.0	-0.8	1	11
Santander	5.6	0.0	-1.4	1	11
BBVA	7.3	0.0	-0.2	2	12
Medium Spanish banks	76.8	0.0	0.3	2	5
Cajabank	3.9	0.0	0.7	0	20
Sabadell	1.7	0.0	-0.9	2	23
Bankinter	8.0	0.0	0.8	3	6
Bankia	4.0	0.0	-0.7	2	-2
Commodities (%)					
level	Daily	Weekly	Monthly	Year	
Brent	65.5	0.4	2.7	-3	16
WTX	59	0.4	2.2	0	10
Copper	325	1.0	3.8	3	27
Gold	1281	0.5	1.6	-1	10
S&P Spot commodity *	429	0.0	1.5	0	8
S&P Brent Spot *	551	0.0	2.1	2	15
S&P Metals Spot *	385	0.0	2.8	2	26
S&P Agricultural *	279	0.0	0.8	-2	-7
Currencies (% net for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	Year
EURUSD	1.19	0.0	0.3	-0.5	13
GBPUSD	1.34	-0.1	0.2	0.1	8
USD/JPY	113.23	0.0	-0.3	1.5	-3
DKY	93.25	0.0	-0.2	-0.5	9
Emerging					
level	Daily	Weekly	Monthly	Year	
USDARS (Argentina)	18.29	-1.2	-3.8	-5.4	-14
USD BRL (Brazil)	3.32	0.6	-0.8	-2.7	-3
USD CNY (China)	618.71	0.6	0.2	2.4	8
USD COP (Colombia)	2962	0.0	0.3	0.7	0
USD MXN (Mexico)	19.65	0.5	-2.3	-5.9	8
USD PEN (Peru)	3.24	-0.1	1.3	0.0	4
LACI	62.84	0.3	-1.2	-2.9	2
USD PLN (Poland)	3.54	-0.2	0.2	-0.3	15
USD RUB (Russia)	57.73	0.5	1.8	1.2	4
USD TRY (Turkey)	3.81	-0.1	0.5	3.6	-7
USD CNY (China)	6.55	-0.1	0.9	0.9	6
USD INR (India)	64.08	-0.1	-0.1	1.0	6
USD IDR (Indonesia)	13,554	-0.1	0.2	-0.4	-1
ADXY	109.3	0.0	0.6	0.5	6

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Fuente: BBVA Research

Source: Bloomberg, Datastream and Haver

\* With one day delay

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Table 1