

Market Comment | US stocks fell while European market were closed on Easter Monday

Global Financial Markets Unit
02 Apr 2018

- European financial markets remained closed due to **Easter Monday holiday**, meanwhile in the US stocks kept falling. The negative mood continued due to the **tech sector weakness** and **uncertainties regarding global trade** as news on trade retaliation continued grabbing headlines (see). Meanwhile, European financial markets remained closed due to the Easter Monday holiday.
- The uncertainty was felt during the session as the **VIX index was close to 23 levels** and safe-havens like **gold appreciated significantly**. Meanwhile, the USD continued showing weakness.
- **Oil prices showed significant volatility** during the session after US oil production showed weakness due to a decline in the US rig-count (see). EM currencies showed weakness and volatility during the session.

Table 1

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Debt markets (10Y, % changes in bp)						
Developed Markets	level	Daily	Weekly	Monthly	YTD	
US (2-yr)	2.27	0.0	0.4	5	35	
US	2.74	0.5	-10.8	-6	38	
GER (2-yr)	0.60	0.0	0.1	-5	1	
Germany	0.50	0.0	2.7	-15	3	
France	0.72	0.0	-3.6	-19	-10	
Spain	1.16	0.0	-9.7	-42	-53	
Italy	1.29	0.0	-12.6	-25	-40	
Portugal	1.61	0.0	-10.8	-34	-40	
Greece	4.32	0.0	-10.9	-15	21	
Japan (2-yr)	0.13	0.0	1.9	2	0	
Japan	0.05	2.1	0.2	0	0	
Emerging Markets						
level	Daily	Weekly	Monthly	YTD		
Brazil	9.51	1.5	9.9	-7	-75	
Chile	4.48	-0.6	-1.8	-7	-3	
Colombia	6.48	-2.9	-24.5	-46	-4	
Mexico	7.24	2.4	9.4	28	-23	
Peru	4.51	-2.6	-3.9	1	-37	
Poland	3.18	0.0	-5.4	-13	-14	
Russia	7.15	0.4	0.3	-4	-9	
Turkey	12.22	10.0	-21.0	65	86	
India	7.40	0.0	-22.4	-34	3	
Indonesia	6.62	-3.3	-23.5	1	32	
Country Risk (bp, changes in bp)						
Developed Markets	level	Daily	Weekly	Monthly	YTD	
1-yr sovereign spread vs Germany						
France	22	0.0	-0.9	-4	-6	
Italy	129	0.0	-0.9	-10	-36	
Portugal	111	0.0	-8.1	-19	-36	
Spain	67	0.0	-7.0	-28	-41	
2-yr sovereign spread vs Germany						
France	12	0.0	-1.1	2	-5	
Italy	29	0.0	-4.1	-8	-8	
Portugal	42	0.0	-5.2	-29	-26	
Spain	25	0.0	-3.4	-9	-2	
Emerging Markets						
level	Daily	Weekly	Monthly	YTD		
5-yr sovereign CDS *						
Brazil	162	-0.6	-10	6	1	
Chile	50	-0.3	-5	5	1	
Colombia	106	-0.2	-8	4	1	
Mexico	108	-0.2	9	2	1	
Peru	81	-0.2	-6	5	9	
Poland	46	-0.1	-1	1	-1	
Russia	123	0.0	2	20	20	
Turkey	192	-0.7	-6	24	27	
China	63	-0.3	-6	8	13	
India	74	-0.3	-2	5	5	
Indonesia	101	-0.2	-6	16	16	
Risk Indicators						
Volatility indicators (change in pp)	level	Daily	Weekly	Monthly	YTD	
VIX	23	3.4	2	1	14	
VSTOXX	17	0.0	5	3	1	
EM EFT volatility Index	30	3.5	3	3	13	
Dollar/Euro volatility	7	0.2	0	-1	0	
EM FX volatility Index	8	0.4	0	0	0	
Credit spread (BAA) (change in bps)	185	-0.5	1	12	7	
US bonds volatility Index	50	0.0	4	-5	0	
Inflation expectations (%)						
level	Daily	Weekly	Monthly	YTD		
US Inflation expectations (5Y5Y)	2.36	-	-4	-2	4	
EZ Inflation expectations (5Y5Y)	1.67	-	-3	-5	-7	
Emerging 5Y CDS (bps) *						
level	Daily	Weekly	Monthly	YTD		
US	59	-0.3	-1	9	16	
EZ	60	-0.3	-2	12	20	
UK	51	-0.2	-3	7	10	
Large Spanish	53	-0.3	-4	10	17	
Medium Spanish	75	-0.1	1	6	0	
Corporate 5Y CDS (bps) *						
level	Daily	Weekly	Monthly	YTD		
US Non-financial	0	-0.3	-1	9	16	
EZ Non-financial	0	-0.3	-2	12	20	
UK Non-financial	0	0.0	-105	-100	-93	
Interbank markets (% changes in bp)						
level	Daily	Weekly	Monthly	YTD		
COXA Index	0.25	0	2	1	2	
Euribor 3m	-0.33	0	0	0	0	
Euribor 12m	-0.19	0	0	0	0	
Libor 3m	2.31	0	2	29	62	
Libor 12m	2.66	0	0	16	56	
Stock markets (%)						
Main indices	level	Daily	Weekly	Monthly	YTD	
S&P500	2,581	-2.3	-2.9	-4	-4	
Dow Jones	23,615	-2.0	-2.4	-4	-5	
Nikkei	21,389	-0.3	3.0	-2	-6	
FTSE 100	7,097	0.0	2.4	-2	-8	
EuroStoxx 50	3,362	0.0	2.5	-1	-4	
IBEX	9,600	0.0	2.3	-1	-5	
DAX	12,087	0.0	2.6	-1	-6	
CAC	5,167	0.0	2.0	-2	-2	
MIIB	22,411	0.0	1.8	0	3	
ASE Athens	781	0.0	1.2	6	6	
MSCI Latam *	90,180	0.0	0.7	0	5	
Ibovexa (Brazil)	84,816	-0.6	0.3	-1	9	
Mibexl	46,296	0.4	1.2	-3	-7	
MSCI EM Europe *	5,487	-0.1	-1.2	-4	2	
Poland	2,210	0.0	-1.4	-5	-10	
Micex 10 (Russia)	4,402	-0.4	0.2	-1	7	
He 100 (Turkey)	114,442	-0.4	-1.7	-3	-3	
MSCI EM Asia *	927	0.2	-0.1	-2	1	
Shanghai Com (China)	3,163	-0.2	0.9	-3	-6	
Jakarta (Indonesia)	6,241	0.8	0.5	-5	-2	
Banking sector						
level	Daily	Weekly	Monthly	YTD		
US banks						
JPM	137.5	-2.0	-3.6	-6	-4	
CIT	107.4	-2.3	-2.6	-5	0	
ChF	67.2	-0.4	-3.7	-9	-10	
BoA	29.1	-2.8	-4.3	-7	-3	
MS	52.6	-2.5	-3.1	-3	1	
GS	246.5	-1.1	-3.3	-4	-4	
EZ banks						
BNP	104.8	0.0	1.7	-6	-4	
CEB Agricole	60.2	0.0	2.2	-7	-3	
Credit Agricole	13.2	0.0	0.5	-6	-5	
Deutsche Bank	11.3	0.0	1.3	-13	-29	
ING	13.7	0.0	2.1	-5	-11	
Intesa	3.0	0.0	1.0	-4	7	
SG	44.2	0.0	2.1	-5	2	
Unicredit	17.0	0.0	3.0	-3	8	
UK banks						
HSBC	86.3	0.0	0.1	-5	-6	
HSBC	665.4	0.0	0.0	8	-13	
RBS	258.8	0.0	0.1	-3	-7	
Barclays	206.5	0.0	0.3	-2	2	
Lloyds	64.7	0.0	0.0	-5	-4	
Large Spanish banks						
Santander	79.4	0.0	2.0	-5	-6	
Santander	5.3	0.0	1.4	-6	-3	
BBVA	6.4	0.0	2.7	-5	-9	
Medium Spanish banks						
Cakabank	75.7	0.0	0.9	-5	-1	
Cakabank	3.9	0.0	1.8	-3	-2	
Sabadell	1.7	0.0	0.2	-3	-1	
Bankinter	8.4	0.0	0.9	-6	-5	
Bankia	3.6	0.0	1.1	-6	-10	
Currencies (% ind for currency depreciation)						
Developed	level	Daily	Weekly	Monthly	YTD	
EURUSD						
EURUSD	1.23	-0.3	1.3	0.1	2	
GBPUSD	1.40	0.1	-1.4	1.8	3	
USDJPY	106.03	0.2	-0.6	0.2	6	
DKK	90.12	0.2	1.2	-0.2	-2	
Emerging						
level	Daily	Weekly	Monthly	YTD		
USDARS (Argentina)						
USDARS (Brazil)	20.14	0.0	0.2	0.1	-9	
USD BRL (Brazil)	3.32	-0.3	-0.1	-2.0	-2	
USD CLP (Chile)	605.63	-0.3	-0.1	-1.8	0	
USD COP (Colombia)	2798	-0.1	0.1	2.8	5	
USD MXN (Mexico)	18.31	-0.7	0.1	2.8	6	
USD PEN (Peru)	3.23	0.0	-0.3	1.1	0	
LACI	64.15	-0.4	0.0	0.4	1	
USD PLN (Poland)	3.43	-0.3	-1.0	-0.4	1	
USD RUB (Russia)	57.62	-0.5	-0.8	-1.4	0	
USD TRY (Turkey)	3.98	0.5	0.3	4.5	-6	
USD CNY (China)	6.28	-0.1	-0.1	1.2	3	
USD INR (India)	65.18	0.0	-0.5	0.0	-3	
USD IDR (Indonesia)	13,753	-0.2	-0.1	0.0	-2	
ADXY	111.9	0.1	0.2	0.9	2	
Commodities (%)						
level	Daily	Weekly	Monthly	YTD		
Brent						
WTI	63	-2.8	-3.7	4	5	
Copper	305	0.9	2.9	-2	-6	
Gold	1,327	0.9	-1.2	2	2	
S&P 500 commodity *	453	0.0	-0.1	3	2	
S&P Brent Spoz *	590	0.0	-0.3	9	4	
S&P Metals Spot *	366	0.0	0.2	4	-7	
S&P Agricultural *	295	0.0	1.1	-5	-4	

Debt markets (10Y % changes in bp)					
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Germany	0.50	0.0	-2.7	-15	3
France	0.72	0.0	-3.6	-19	-10
Spain	1.16	0.0	-9.7	-42	-53
Italy	1.79	0.0	-12.6	-25	-40
Portugal	1.61	0.0	-10.8	-34	-40
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Poland	46	-0.1	-1	1	1
Russia	123	0.0	2	20	5
Turkey	192	-0.7	6	24	27
China	63	-0.3	-6	8	13
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Risk indicators					
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UK Non-financial	0	0.0	-105	-100	-93
Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EURIBOR Index	-0.35	0	2	1	2
Eurobor 3m	-0.33	0	0	0	0
Eurobor 12m	-0.19	0	0	0	0
Libor 3m	2.31	0	2	29	62
Libor 12m	2.66	0	0	16	56
Stock markets (%)					
Market Indices					
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S&P500	2,581	-2.3	-2.5	-4	-4
Dow Jones	23,615	-2.0	-2.4	-4	-5
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MIB	22,411	0.0	1.8	0	3
ASE Athens	781	0.0	-1.2	-6	-5
MSCI Latam *	90,180	-0.3	0.7	0	5
Ibovespa (Brazil)	84,816	-0.6	-0.3	-1	9
Mexol	46,296	0.4	-1.2	-3	-7
MSCI EM Europe *	5,487	-0.1	-1.2	-4	-2
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Shanghai Com (China)	3,163	-0.2	0.9	-3	-6
Jakarta (Indonesia)	6,241	0.8	0.5	5	-2
Banking sector					
level	Daily	Weekly	Monthly	YTD	
US banks					
JPM	137.5	-2.0	-3.6	-6	-4
Citi	107.4	-2.3	-2.6	-5	0
BoA	67.2	-0.4	-3.7	-9	-10
MS	29.1	-2.8	-4.3	-7	-3
GS	52.6	-2.5	-3.1	-3	1
Wells Fargo	246.5	-2.1	-3.3	-4	-4
EZ banks					
BNP	104.8	0.0	1.7	-6	-4
ING	60.2	0.0	2.2	-7	-3
Credit Agricole	13.2	0.0	0.5	-6	-5
Deutsche Bank	11.3	0.0	1.3	-13	-29
ING	13.7	0.0	2.1	-5	-11
Intesa	3.0	0.0	1.0	-4	7
SG	44.2	0.0	2.1	-5	2
Unicredit	17.0	0.0	3.0	-3	8
UK banks					
HSBC	86.3	0.0	0.1	-5	-6
RBS	665.4	0.0	0.0	-8	-13
Lloyds	258.8	0.0	0.1	-3	-7
Barclays	206.5	0.0	0.3	-2	2
Large Spanish banks					
Santander	64.7	0.0	0.0	-5	-4
BBVA	79.4	0.0	2.0	-5	-6
Cajabank	5.3	0.0	1.4	-6	-3
Medium Spanish banks					
Sabadell	6.4	0.0	2.7	-5	-9
Bankinter	75.7	0.0	0.9	-5	-1
Bankia	3.9	0.0	1.8	-3	-2
Santander	1.7	0.0	-0.2	-3	-1
Banqueparibas	8.4	0.0	0.9	-6	5
Banque	3.6	0.0	1.1	-6	-10
Commodities (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
Brent					
WTI	67.9	-3.4	-3.2	6	2
Copper	62	-2.8	-3.7	-4	5
Gold	305	0.9	2.9	-2	-6
S&P Spot commodity *	1337	0.9	-1.2	2	2
S&P Brent Spot *	453	0.0	-0.1	3	2
S&P Metals Spot *	590	0.0	-0.3	9	4
S&P Agricultural *	366	0.0	0.2	-4	-7
ADXY	295	0.0	1.1	-5	4
Currencies (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
Developed					
EURUSD	1.23	-0.3	1.3	0.1	2
GBPUSD	1.40	0.1	-1.4	1.8	3
USDJPY	106.03	0.2	-0.6	0.2	6
DXY	90.12	0.2	1.2	-0.2	-7
Emerging					
level	Daily	Weekly	Monthly	YTD	
USDARS (Argentina)	20.14	0.0	0.2	0.1	9
USD BRL (Brazil)	3.32	-0.3	-0.1	-2.0	-2
USD CUP (Cuba)	605.63	-0.3	-0.1	-1.8	0
USD COP (Colombia)	2788	0.1	0.1	2.8	5
USD MXN (Mexico)	18.31	-0.7	0.1	2.8	6
USD PEN (Peru)	3.23	0.0	-0.3	1.1	0
LACI	64.15	-0.4	0.0	0.4	1
USD PLN (Poland)	3.43	-0.3	-1.0	0.4	1
USD RUB (Russia)	57.62	-0.5	0.8	-1.4	0
USD TRY (Turkey)	3.98	-0.5	-0.3	-4.5	-6
USD CNY (China)	6.28	0.1	0.1	1.2	3
USD INR (India)	65.18	0.0	-0.5	0.0	-3
USD IDR (Indonesia)	13,753	-0.2	-0.1	0.0	-2
ADXY	111.9	0.1	0.2	0.9	2

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