

Market Comment | US stocks recovered after a sharp decline

Global Financial Markets Unit
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- US stock markets recovered partially after the recent **sell-off sparked by worries about tech companies and uncertainties about global trade** ([see](#)). European financial markets, which opened today after the Easter holiday period, showed falls across the board, pricing yesterday's sell-off triggered in US markets.
- **Sovereign bond yields rose in the US following today's recovery in risk aversion**, with the **VIX index** hovering around the 21 level after reaching 23 yesterday. The **USD also showed a slight recovery** after the recent downward trend. **Gold prices** and the **JPY** also declined as the mood slightly improved.
- **Oil prices recovered some ground after yesterday's decline after Russia output rose significantly** ([see](#)). Meanwhile, EM currencies showed little variation.

Table 1

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| Debt markets (10Y % changes in bp) | | | | | |
|--|---------|--------|---------|---------|-----|
| Developed Markets | level | Daily | Weekly | Monthly | YTD |
| US (2-yr) | 2.28 | 3.2 | 1.4 | 4 | 36 |
| US | 2.77 | 4.4 | 0.2 | 9 | 11 |
| GER (2-yr) | 0.60 | 0.7 | 1.5 | 4 | 2 |
| Germany | 0.50 | 0.4 | 0.3 | 15 | 3 |
| France | 0.73 | 0.9 | 0.1 | 19 | 9 |
| Spain | 1.19 | 2.6 | -4.7 | -44 | -50 |
| Italy | 1.29 | 0.8 | 0.1 | 27 | -39 |
| Portugal | 1.64 | 2.8 | -3.1 | -35 | -37 |
| Greece | 4.25 | -6.3 | -11.0 | -10 | 15 |
| Japan (2-yr) | 0.14 | -0.2 | 1.3 | 2 | 0 |
| Japan | 0.03 | -0.8 | -3.8 | -2 | -2 |
| Emerging Markets | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| Brazil | 9.66 | 16.7 | 16.6 | 10 | 60 |
| Chile | 4.49 | 0.3 | -1.2 | -6 | -3 |
| Colombia | 6.48 | -1.2 | -17.4 | -46 | -4 |
| Mexico | 7.25 | -0.4 | -3.9 | -28 | -23 |
| Peru | 4.52 | -2.2 | -3.5 | 4 | -35 |
| Poland | 3.19 | 1.6 | -3.5 | -10 | -12 |
| Russia | 7.17 | 2.4 | 2.5 | -2 | -46 |
| Turkey | 12.22 | 0.0 | -17.0 | 61 | 86 |
| India | 7.33 | -6.7 | -0.1 | -41 | -5 |
| Indonesia | 6.60 | -2.3 | -23.0 | 2 | 30 |
| Country Risk (bp, changes in bp) | | | | | |
| Developed Markets | level | Daily | Weekly | Monthly | YTD |
| 1-yr sovereign spread vs Germany | | | | | |
| France | 23 | 0.5 | 0.2 | -4 | -6 |
| Italy | 129 | 0.4 | -7.8 | -12 | -36 |
| Portugal | 114 | 2.4 | -2.8 | -20 | -34 |
| Spain | 69 | 2.2 | -4.4 | -29 | -39 |
| 2-yr sovereign spread vs Germany | | | | | |
| France | 11 | -0.9 | -1.7 | 1 | -6 |
| Italy | 29 | 0.1 | -3.1 | -8 | -7 |
| Portugal | 40 | -2.1 | -7.3 | -29 | -28 |
| Spain | 25 | -0.4 | -4.9 | -10 | -2 |
| Emerging Markets | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| 5-yr sovereign CDS * | | | | | |
| Brazil | 166 | 3.9 | -1 | 6 | 5 |
| Chile | 52 | 1.8 | -2 | 5 | 3 |
| Colombia | 107 | 1.8 | -3 | 2 | 2 |
| Mexico | 113 | 5.3 | -1 | 4 | 6 |
| Peru | 82 | 1.4 | -2 | 3 | 10 |
| Poland | 48 | 0.2 | 0 | 2 | 0 |
| Russia | 123 | 0.0 | 1 | 18 | 5 |
| Turkey | 192 | -0.1 | -9 | 22 | 27 |
| China | 66 | 2.4 | -1 | 9 | 15 |
| India | 74 | -0.4 | -2 | 5 | 5 |
| Indonesia | 104 | 3.1 | -2 | 16 | 19 |
| Risk Indicators | | | | | |
| Volatility indicators (change in pp) | level | Daily | Weekly | Monthly | YTD |
| VIX | 22 | -1.3 | 0 | 3 | 13 |
| VSTOXX | 19 | 1.4 | 0 | -5 | 5 |
| EM EFT volatility Index | 28 | -1.4 | -1 | 3 | 11 |
| Dollar/Euro volatility | 7 | 0.3 | 0 | -1 | 0 |
| EM FX volatility Index | 8 | 0.2 | 0 | 0 | 0 |
| Credit spread (BAA) (change in bps) | 182 | -4.4 | -5 | 10 | 4 |
| US bonds volatility Index | 50 | 0.1 | 2 | -7 | 0 |
| Inflation expectations (%) | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| US Inflation expectations (5Y5Y) | 2.37 | - | -1 | -4 | 5 |
| EZ Inflation expectations (5Y5Y) | 1.69 | - | 1 | -2 | -5 |
| Emerging 5Y CDS (bps) * | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| US | 60 | -1.1 | -2 | 9 | 18 |
| EZ | 60 | 0.1 | -2 | 11 | 20 |
| UK | 51 | 0.1 | -3 | 5 | 10 |
| Large Spanish | 53 | 0.0 | -3 | 9 | 17 |
| Medium Spanish | 74 | -0.1 | 0 | 6 | 0 |
| Corporate 5Y CDS (bps) * | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| US Non-financial | 167 | -2.1 | 2 | 9 | 18 |
| EZ Non-financial | 72 | 0.1 | -2 | 11 | 20 |
| UK Non-financial | 105 | -0.7 | 0 | 5 | 12 |
| Interbank markets (% changes in bp) | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| ECOA 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 | -1 | 16 | 56 |
| Stock markets (%) | | | | | |
| Main indices | level | Daily | Weekly | Monthly | YTD |
| S&P500 | 2,591 | 0.4 | -0.8 | -4 | -4 |
| Dow Jones | 23,764 | 0.5 | 0.4 | -3 | -4 |
| Nikkei | 21,292 | -0.5 | -0.1 | 1 | -6 |
| FTSE 100 | 7,030 | -0.4 | 0.4 | -1 | -8 |
| EuroStoxx 50 | 3,347 | -0.4 | 0.0 | 1 | -4 |
| IBEX | 9,550 | -0.5 | 0.8 | 0 | -5 |
| DAX | 12,082 | -0.8 | 0.3 | 1 | -7 |
| CAC | 5,152 | -0.3 | 0.7 | 0 | -3 |
| MI8 | 22,510 | 0.4 | 1.4 | 3 | 3 |
| ASE Athens | 779 | -0.1 | 1.8 | 4 | 5 |
| MSCI Latam * | 89,606 | -0.6 | -0.6 | -1 | 5 |
| Ibovpa (Brazil) | 85,109 | 0.5 | 1.6 | -1 | 9 |
| Mibexl | 46,086 | 0.6 | 1.5 | -3 | -8 |
| MSCI EM Europe * | 5,456 | -0.6 | -0.3 | -3 | 1 |
| Poland | 2,239 | 1.3 | 0.3 | -3 | -9 |
| Micex 10 (Russia) | 4,405 | 0.1 | -0.2 | -1 | -7 |
| He 100 (Turkey) | 114,594 | 0.1 | 1.4 | -2 | -2 |
| MSCI EM Asia * | 924 | -0.3 | -1.3 | -2 | 0 |
| Shanghai Com (China) | 3,137 | -0.8 | -0.9 | -4 | -6 |
| Jakarta (Indonesia) | 6,239 | 0.6 | 0.5 | 6 | -2 |
| Banking sector | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| US banks | | | | | |
| JPM | 138.7 | 0.4 | 0.2 | -6 | -3 |
| CIT | 108.2 | 0.3 | 0.0 | -5 | 0 |
| ChF | 98.2 | 0.6 | -0.2 | -8 | -6 |
| BoA | 29.4 | 0.3 | -0.4 | -7 | -2 |
| MS | 52.9 | 0.4 | -0.4 | -3 | 1 |
| GS | 248.0 | 0.3 | 0.3 | -4 | -2 |
| EZ banks | | | | | |
| BNP | 59.7 | -0.8 | 0.3 | -5 | -4 |
| Citibank Europe | 13.2 | 0.2 | 0.0 | -3 | -5 |
| Deutsche Bank | 11.2 | -1.4 | -1.3 | -11 | -30 |
| ING | 13.6 | -1.1 | -0.1 | -4 | -12 |
| Intesa | 3.0 | 0.1 | 1.0 | -2 | 7 |
| SG | 43.7 | -1.0 | 0.3 | -3 | 1 |
| Unicredit | 17.0 | 0.1 | 2.4 | 0 | 8 |
| UK banks | | | | | |
| HSBC | 86.4 | 0.2 | -0.2 | -2 | -6 |
| RBS | 663.6 | -0.3 | 1.3 | 6 | -13 |
| RBS | 259.0 | 0.1 | 0.5 | 1 | -7 |
| Barclays | 206.9 | 0.2 | 0.3 | 1 | 2 |
| Lloyds | 65.1 | 0.7 | 0.2 | -3 | -4 |
| Large Spanish banks | | | | | |
| Santander | 78.5 | -1.1 | 0.3 | -4 | -7 |
| BBVA | 5.2 | -1.2 | 0.6 | -5 | -4 |
| Caixa | 6.4 | -1.0 | 1.2 | -4 | -10 |
| Medium Spanish banks | | | | | |
| CaixaBank | 74.9 | -1.0 | 0.3 | -2 | -2 |
| Sabadell | 3.8 | -1.5 | 0.0 | -1 | -4 |
| Bankinter | 1.6 | -0.7 | 0.7 | -1 | -2 |
| Bankia | 8.3 | -0.8 | -0.1 | 6 | -4 |
| Bankia | 3.6 | -1.3 | 0.7 | -5 | -11 |
| Currencies (% ind for currency depreciation) | | | | | |
| Developed | level | Daily | Weekly | Monthly | YTD |
| EURUSD | | | | | |
| EURUSD | 1.23 | -0.3 | -1.1 | 0.4 | 2 |
| GBPUSD | 1.41 | 0.1 | 0.7 | 1.9 | 3 |
| USDJPY | 106.47 | -0.5 | -1.1 | 0.7 | 5 |
| DKK | 90.19 | 0.1 | 0.9 | 0.3 | -2 |
| Emerging | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| USDARS (Argentina) | | | | | |
| USDARS (BiaD) | 20.18 | -0.2 | 0.1 | 0.5 | -10 |
| USDARS (Ciba) | 3.32 | -0.2 | 0.2 | -2.1 | -2 |
| USDCLP (Chile) | 603.29 | 0.3 | 0.2 | -0.7 | 1 |
| USDCOP (Colombia) | 2778 | 0.9 | 0.2 | 3.0 | 5 |
| USDMXN (Mexico) | 18.20 | 0.3 | 1.0 | 3.3 | 7 |
| USDPER (Peru) | 3.23 | 0.1 | 0.0 | 0.9 | 0 |
| LACI | 64.31 | 0.1 | 0.5 | 0.7 | 1 |
| USDPLN (Poland) | 3.42 | 0.0 | -0.8 | -0.7 | 1 |
| USD RUB (Russia) | 57.69 | -0.4 | -0.4 | -1.5 | 0 |
| USDTRY (Turkey) | 3.99 | 0.4 | 0.2 | 4.7 | 6 |
| USDCNY (China) | 6.29 | -0.2 | -0.1 | 0.9 | 3 |
| USDINR (India) | 65.01 | 0.3 | -0.1 | 0.2 | -2 |
| USDIDR (Indonesia) | 13,764 | -0.1 | -0.2 | -0.1 | -2 |
| ADXY | 111.9 | 0.0 | 0.2 | 0.8 | 2 |
| Commodities (%) | | | | | |
| level | Daily | Weekly | Monthly | YTD | |
| Brent | | | | | |
| WTI | 63 | 0.6 | -2.8 | 4 | 5 |
| Copper | 304 | 0.0 | 1.7 | -2 | -7 |
| Gold | 1332 | -0.7 | -1.0 | 1 | 1 |
| S&P Spot commodity * | 445 | -1.7 | -1.8 | 1 | 1 |
| S&P Brent Spoz * | 576 | -2.5 | -2.6 | 5 | 2 |
| S&P Metals Spoz * | 366 | 0.0 | -0.1 | 4 | -7 |
| S&P Agricultural * | 294 | -0.3 | 1.1 | -4 | 3 |

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