

Market Comment| 10Y UST yields hovering around 3% and EUR close to its lowest of this year

Global Financial Markets Unit
27 Apr 2018

- **The 10 year UST yield reached its highest levels since 2014 and broke the 3% threshold during this week.** Inflation expectations (in a context of increasing oil prices) and the diminishing trade and political concerns continued to push sovereign yields up, mostly in the US. European yields remained little changed as the increasing yields early this week moderated as the week went by, especially after yesterday's April ECB meeting. However the Bund yield remained close to the 0.60% threshold and peripheral risk premiums remained at very low levels.
- **ECB Meeting: There were no changes in the monetary policy stance.** As expected, the central bank left key interest rates unchanged and reiterated that the asset purchase programme will run until September 18, or beyond, if necessary ([see BBVA report](#)). The ECB did not discuss June's roadmap monetary policy. **Regarding the economic outlook**, the ECB maintains neutral the balance of risk on activity, although it emphasizes the risk of protectionism. Moreover, the ECB considers the recent slowdown in the EZ economic indicators as temporary, but it needed to be monitored.
- **Equity indices managed to cope with the context of increasing rates** and remained stable this week across the board, with volatility almost unchanged (VIX hovering around 16%). US equity remained unchanged despite **today's positive US GDP data**([see](#)). Meanwhile European stocks seemed to recover some ground, favoured by the weaknesses of the EUR ([see](#)). Asian equity indices registered gains at the end of the week after geopolitical tension moderated between North and South Korea ([see](#)).
- **The USD showed a relative strength against its peers during the week** and this trend was fuelled at the end of the week by the EUR's depreciation after yesterday's ECB meeting. In a challenging context for EM markets, the high prices of commodities (**oil prices are hovering around their highest level since 2014**([see](#))) were not enough to allow EM currencies to appreciate during this week. The hike of Turkey's Central bank ([see](#)) supported the TRY this week

Table1

Update 16.00 CET 27 April

Debt markets (10Y, % changes in bps)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US 10-yr	2.48	-0.2	2.2	20	56
US	2.97	-0.7	1.3	19	51
GER (2-yr)	-0.57	-0.7	0.0	3	4
Germany	0.57	-2.4	-2.1	7	10
France	0.79	-2.6	-2.0	6	-3
Spain	1.25	-2.4	-3.6	3	-45
Italy	1.73	-1.5	-4.6	-11	45
Portugal	1.67	-2.0	1.0	2	-34
Greece	3.94	-0.7	-10.8	-42	-17
Japan (2-yr)	-0.13	-0.4	-0.7	2	0
Japan	0.06	-0.5	1.6	4	1
Emerging Markets	level	Daily	Weekly	Monthly	YTD
Brazil	9.86	1.5	9.2	36	-40
Chile	4.47	0.0	9.2	-3	-4
Colombia	6.45	0.1	2.0	-5	1
Mexico	7.54	-0.1	4.9	22	-4
Peru	4.94	-0.7	16.9	41	6
Poland	3.02	-3.8	9.3	-20	-39
Russia	7.41	-1.4	3.6	26	-23
Turkey	12.27	-1.8	2.0	-16	91
India	7.76	0.5	4.3	36	38
Indonesia	1.05	-4.1	25.3	30	76
Country risk (bp change in bp)	level	Daily	Weekly	Monthly	YTD
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	22	-0.2	0.1	-1	-6
Italy	116	0.9	-2.5	-18	-49
Portugal	110	0.4	3.1	-4	-38
Spain	68	0.0	-1.5	-3	-40
2-yr sovereign spread vs Germany					
France	8	-0.9	-1.0	-5	-8
Italy	25	0.2	-2.3	-4	-12
Portugal	40	1.0	0.0	-21	-28
Spain	24	0.6	-3.1	-4	-3
Emerging Markets	level	Daily	Weekly	Monthly	YTD
5-yr sovereign CDS*					
Brazil	171	-0.7	5	4	10
Chile	51	0.3	4	-3	1
Colombia	107	0.5	6	-3	2
Mexico	114	-1.0	7	1	7
Peru	75	-0.1	5	-8	3
Poland	49	0.1	0	0	0
Russia	132	-0.4	-3	10	14
Turkey	192	-2.6	-3	-5	28
China	98	-1.2	0	-6	3
India	76	0.1	3	-1	7
Indonesia	106	-1.0	8	4	20
Risk indicators	level	Daily	Weekly	Monthly	YTD
Volatility indicators (change in ppt)	level	Daily	Weekly	Monthly	YTD
VIX	16	0.0	-1	-7	6
VST OXX	13	-0.3	0	-6	0
EM EFT volatility Index	19	0.0	0	-11	2
Dollar/euro volatility	7	0.0	1	0	0
EM FX volatility index	8	-0.1	0	0	1
Credit spread (BAA)(change in bps)	186	0.7	6	1	8
US bonds volatility index	53	-2.1	0	-5	4
Inflation expectations (%)	level	Daily	Weekly	Monthly	YTD
US Inflation expectations (5Y5Y)	2.46	-	-	11	14
EZ Inflation expectations (5Y5Y)	1.70	-	1	3	-3
Banking 5y CDS (bps)*	level	Daily	Weekly	Monthly	YTD
US	55	0.9	1	-9	12
EZ	50	-0.6	-1	-9	11
UK	43	-0.7	-2	-9	2
Large Spanish	45	-0.7	0	-9	9
Medium Spanish	68	-0.1	-1	-7	-7
Corporate 5y CDS (bps)*	level	Daily	Weekly	Monthly	YTD
US Non-financial	156	-0.9	1	-5	12
EZ Non-financial	68	-0.6	-1	-9	11
UK Non-financial	105	0.8	2	-1	12
Interbank markets (% changes in bp)	level	Daily	Weekly	Monthly	YTD
EONIA Index	-0.37	0	0	0	0
Euribor 3m	-0.33	0	0	0	0
Euribor 12m	-0.19	0	0	0	0
Libor 3m	2.37	0	0	6	67
Libor 12m	2.77	0	1	10	66
Stock markets (%)	level	Daily	Weekly	Monthly	YTD
Main indices	level	Daily	Weekly	Monthly	YTD
S&P500	2,667	0.0	0.1	2.4	-1
Dow Jones	24,322	0.0	-0.6	2.0	-2
Nikkei	22,468	0.7	1.4	6.8	-1
FTSE 100	7,431	0.1	0.8	5.5	-3
Euro Stoxx 50	3,511	0.1	0.5	5.4	11
BSE	9,894	-0.1	0.1	3.5	-2
DAX	12,584	0.7	0.3	5.4	-2
CAC	5,456	0.1	0.8	6.4	-3
MIB	23,929	-0.5	0.4	7.2	10
ASE Athens	843	0.9	-0.2	6.6	3
MSCI Latam*	92,233	1.1	0.0	3.3	8
Ibovespa (Brazil)	86,383	0.0	1.0	3.0	11
Mexbol	48,298	0.0	0.3	4.7	-3
MSCI EM Europe*	5,470	1.0	0.0	0.6	-2
Poland	2,280	-0.1	-0.8	3.5	-7
Micex 10 (Russia)	4,454	0.1	1.9	1.7	8
Nse 100 (Turkey)	107,000	0.0	3.5	6.2	-9
MSCI EM Asia*	915	0.0	2.6	2.6	-1
Shanghai Com (China)	3,082	0.2	0.3	-1.3	-8
Jakarta (Indonesia)	5,905	2.9	-7.1	-4.9	27
Banking sector	level	Daily	Weekly	Monthly	YTD
US banks	level	Daily	Weekly	Monthly	YTD
JPM	110.1	0.0	-1.2	1.9	2
Ch	69.2	0.0	-1.2	1.3	-7
BofA	30.1	0.0	-0.6	2.3	1
MS	52.2	0.0	-4.1	-1.3	0
GS	240.3	0.0	4.7	3.7	-6
EZ banks	level	Daily	Weekly	Monthly	YTD
BNP	108.4	-0.8	-0.8	3.7	-1
Crédit Agricole	63.1	-0.2	-0.1	5.2	2
Deutsche Bank	13.6	-0.4	0.1	2.4	-3
ING	11.3	-4.1	-2.0	1.4	-29
ING	13.8	-0.8	-3.3	0.6	-10
Intesa	3.2	-0.7	0.5	6.7	14
SG	45.2	-0.7	-0.8	3.0	5
Unicredit	18.0	-1.2	-0.2	6.7	14
UK banks	level	Daily	Weekly	Monthly	YTD
HSBC	68.8	-0.6	-1.3	2.8	-4
RBS	712.2	0.3	1.6	6.3	-7
RBS	265.9	-2.4	-3.0	3.5	-4
Barclays	208.2	-0.9	-3.4	1.1	-2
Lloyds	64.7	-0.4	-1.6	-0.4	-4
Large Spanish banks	level	Daily	Weekly	Monthly	YTD
Santander	80.9	0.5	-1.2	3.1	-4
BBVA	6.7	1.8	1.3	5.0	-6
Medium Spanish banks	level	Daily	Weekly	Monthly	YTD
Celabank	76.4	-0.5	-2.0	0.9	0
Sabadell	2.9	-0.4	-1.5	3.2	-1
Sabadell	1.6	-0.5	-6.9	-2.6	-3
Bankinter	8.7	-0.2	0.8	3.4	9
Bankia	2.6	-1.5	-1.8	-2.0	-11
Currencies (% red for currency depreciation)	level	Daily	Weekly	Monthly	YTD
Developed	level	Daily	Weekly	Monthly	YTD
EUR/USD	1.21	-0.3	-1.8	-1.9	0
GBP/USD	1.38	-0.6	-1.4	-1.9	2
USD/JPY	109.36	-0.1	-1.6	-2.3	3
DX	91.79	0.3	1.6	1.9	0
Emerging	level	Daily	Weekly	Monthly	YTD
USD/ARS (Argentina)	20.56	0.0	-1.8	-2.1	-12
USD/BRL (Brazil)	3.48	0.0	-1.8	-4.6	-7
USD/CLP (Chile)	603.03	0.0	-1.2	0.2	11
USD/COP (Colombia)	2918	0.0	-2.1	-0.8	4
USD/MXN (Mexico)	18.84	-0.1	-1.7	-2.9	4
USD/PHP (Philippines)	3.24	0.0	-0.5	-0.2	0
LACI	62.61	0.3	-1.4	-2.4	-2
USD/PLN (Poland)	3.50	-0.3	-3.2	-2.6	-2
USD/RUB (Russia)	62.71	0.0	-2.2	-8.6	-9
USD/TRY (Turkey)	4.96	0.2	0.5	-1.1	-8
USD/CNY (China)	6.35	-0.1	-0.8	-0.7	2
USD/INR (India)	66.80	-0.1	-1.1	-2.5	-5
USD/IDR (Indonesia)	13,895	0.0	0.0	-1.0	-3
ADXY	110.6	-0.1	-0.7	-1.0	0
Commodities (%)	level	Daily	Weekly	Monthly	YTD
Brent	74.7	-0.1	0.8	7	12
WTX	68	-0.3	-0.6	6	13
Copper	310	-0.5	-1.1	3	-5
Gold	1317	0.0	-1.4	-1	0
S&P Spot commodity*	474	0.3	-0.1	5	7
S&P Brent Spot*	629	0.8	0.7	7	11
S&P Metals Spot*	387	0.4	-3.8	6	-2
S&P Agribusiness*	303	-0.2	1.1	5	6

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

Fuente: BBVA Research

Debt markets (10Y, % changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
US (2-yr)	2.40	-0.2	2.2	2.0	156
US	2.97	-0.7	1.3	1.9	51
GER (2-yr)	-0.57	-0.7	-0.9	3	4
Germany	0.57	-2.4	-2.1	7	10
France	0.79	-2.6	-2.0	6	-3
Spain	1.25	-2.4	-3.6	3	-45
Italy	1.73	-1.5	-4.6	-1.1	-45
Portugal	1.67	-2.0	1.0	2	-34
Greece	3.94	-0.7	-10.8	-4.2	-17
Japan (2-yr)	0.13	0.4	-0.7	2	0
Japan	0.06	-0.5	1.6	1	1
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
Brazil	9.86	-1.3	9.2	3.6	-40
Chile	4.47	0.0	9.2	-3	-4
Colombia	6.45	0.1	2.0	-5	1
Mexico	7.54	-0.1	4.9	2.2	-4
Peru	4.94	-0.7	16.9	4.1	6
Poland	-3.02	-3.0	9.3	-20	-29
Russia	7.41	-1.4	3.6	2.6	-23
Turkey	12.27	-1.0	2.0	-1.6	91
India	2.76	0.5	4.3	3.6	18
Indonesia	7.05	-4.1	25.3	3.0	7.6
Country risk (bp, changes in bp)					
Developed Markets	level	Daily	Weekly	Monthly	YTD
10-yr sovereign spread vs Germany					
France	22	-0.2	0.1	-1	-6
Italy	116	0.9	-2.5	-1.8	-49
Portugal	110	0.4	3.1	4	38
Spain	68	0.0	-1.5	-3	-40
2-yr sovereign spread vs Germany					
France	8	-0.9	-1.0	-5	-8
Italy	25	0.2	-2.3	-4	-12
Portugal	40	1.0	0.0	-2.1	-28
Spain	24	0.6	-3.1	4	-2
Emerging Markets					
level	Daily	Weekly	Monthly	YTD	
5-yr sovereign CDS *					
Brazil	171	-0.7	5	4	10
Chile	51	0.3	4	-3	1
Colombia	107	0.5	8	-3	2
Mexico	114	-1.0	7	1	7
Peru	75	-0.1	5	-9	3
Poland	49	0.1	0	0	0
Russia	132	-0.4	-3	10	14
Turkey	192	-2.6	-3	-5	28
China	59	-1.2	0	-6	8
India	76	0.1	3	-1	7
Indonesia	106	-1.0	8	4	20
Risk Indicators					
Volatility indicators (change in bp)	level	Daily	Weekly	Monthly	YTD
VIX	16	0.0	-1	-7	6
VSTOXX	13	-0.3	0	-6	0
EM EFT volatility Index	19	0.0	0	-1.1	2
Dollar/euro volatility	7	0.0	1	0	0
EM FX volatility index	8	-0.1	0	0	1
Credit spread (BAA) (change in bps)	186	0.7	8	1	8
US bonds volatility index	53	-2.1	0	-5	4
Inflation expectations (%)					
level	Daily	Weekly	Monthly	YTD	
US inflation expectations (5Y5Y)	2.46	-	-	1.1	14
EZ inflation expectations (5Y5Y)	1.70	-	1	3	-3
Banking CDS (bps) *					
level	Daily	Weekly	Monthly	YTD	
US	55	0.9	1	-9	12
EZ	50	-0.6	-1	-9	11
UK	43	0.7	2	-9	2
Large Spanish	45	-0.7	0	-8	9
Medium Spanish	68	-0.1	-1	-7	-7
Corporate CDS (bps) *					
level	Daily	Weekly	Monthly	YTD	
US Non-financial	156	-0.9	1	-5	12
EZ Non-financial	68	-0.6	-1	-9	11
UK Non-financial	105	0.8	2	-1	12
Interbank markets (% changes in bp)					
level	Daily	Weekly	Monthly	YTD	
EONIA Index	-0.37	0	0	0	0
Euribor 3m	-0.33	0	0	0	0
Euribor 12m	-0.19	0	0	0	0
Libor 3m	2.37	0	0	6	67
Libor 12m	2.77	0	1	10	66
Stock markets (%)					
Main Indices	level	Daily	Weekly	Monthly	YTD
S&P500	2,667	0.0	-0.1	2.4	-1
Dow Jones	24,322	0.0	-0.6	2.0	-2
Nikkei	22,463	0.7	1.4	6.8	11
FTSE 100	7,431	0.1	0.8	5.5	-3
EuroStoxx 50	3,511	0.1	0.5	5.4	1
BSE	9,894	-0.1	0.1	3.5	-2
DAX	12,584	0.7	0.3	5.4	-2
CAC	5,456	0.1	0.8	6.4	3
MIB	23,929	-0.3	0.4	7.2	10
ASE Athens	843	0.9	-0.2	6.6	3
MSCI Latam *	92,233	1.1	0.0	3.3	8
Bovespa Brazil	86,383	0.0	1.0	3.0	11
Mumbai	48,293	0.0	-0.3	4.7	-3
MSCI EM Europe *	5,470	1.0	0.0	-0.6	2
Poland	2,280	-0.1	-0.8	3.5	-7
Moscow 10 (Russia)	4,454	-0.1	1.9	1.7	8
Ise 100 (Turkey)	107,008	0.0	-3.5	-6.2	-9
MSCI EM Asia *	915	0.0	2.6	2.6	-1
Shanghai Com (China)	3,082	0.2	0.3	-1.3	-8
Jakarta (Indonesia)	5,905	-2.9	-7.1	-4.9	-7
Banking sector					
level	Daily	Weekly	Monthly	YTD	
US banks					
JPM	110.1	0.0	-1.2	1.9	2
Cit	69.2	0.0	-1.2	1.3	-7
BoA	30.1	0.0	-0.6	2.3	1
MS	52.2	0.0	-4.1	-1.3	0
GS	240.1	0.0	-4.7	-3.7	-6
EZ banks					
BNP	63.1	-0.2	-0.1	5.2	2
Crédit Agricole	13.6	-0.4	-0.1	2.4	-3
Deutsche Bank	11.3	-4.1	-2.0	1.4	-29
ING	13.8	-0.8	-3.3	0.6	10
Intesa	3.2	-0.7	0.5	6.7	14
SG	45.2	-0.7	-0.8	3.0	5
Unicredit	18.0	1.2	-0.2	6.7	14
UK banks					
HSBC	712.2	0.3	1.6	6.3	-7
RBS	265.9	-2.4	-3.0	3.5	-4
Barclays	208.2	-0.9	-3.4	1.1	2
Lloyds	64.7	-0.4	-1.6	-0.4	-4
Large Spanish banks					
Santander	80.9	0.5	-1.2	3.1	4
BBVA	5.3	-1.0	-3.8	1.0	-3
Mediana Spanish banks	6.7	1.8	1.3	5.0	6
CásoBank	76.4	-0.5	-2.0	0.9	0
Sabadell	3.9	-0.4	-1.5	3.2	-1
Bankinter	1.6	-0.5	-6.9	-2.6	-3
Banque	8.7	-0.2	0.8	3.4	9
Banque	3.5	1.5	-1.8	-2.0	11
Commodities (% red for currency depreciation)					
Developed	level	Daily	Weekly	Monthly	YTD
EURUSD					
EURUSD	1.21	-0.3	-1.8	-1.9	0
GBPUSD	1.38	0.8	1.4	-1.9	2
USDJPY	109.36	-0.1	-1.6	-2.3	3
DX1	91.79	0.3	1.6	-1.9	0
Emerging					
level	Daily	Weekly	Monthly	YTD	
USDARS (Argentina)					
USDARS	20.56	0.0	-1.8	-2.1	12
USD BRL (Brazil)					
USD BRL	3.48	0.0	-1.8	-4.6	-7
USD CLP (Chile)					
USD CLP	603.03	0.0	-1.2	0.2	1
USD COP (Colombia)					
USD COP	2918	0.0	-2.1	-0.8	4
USD MXN (Mexico)					
USD MXN	18.84	-0.1	-1.7	-2.9	4
USD PEN (Peru)					
USD PEN	3.24	0.0	-0.5	-0.2	0
LACI	62.61	0.3	1.4	-2.4	2
USD PLN (Poland)					
USD PLN	3.50	-0.3	-3.2	-2.6	-2
USD RUB (Russia)					
USD RUB	62.71	0.0	-2.2	-8.6	-9
USD TRY (Turkey)					
USD TRY	4.06	0.2	0.5	-1.1	6
USD CNY (China)					
USD CNY	6.35	-0.1	-0.8	-0.7	2
USD INR (India)					
USD INR	66.80	-0.1	-1.1	-2.5	-5
USD IDR (Indonesia)					
USD IDR	13,895	0.0	0.0	-1.0	-3
ADX	110.6	-0.1	-0.7	-1.0	0
Commodities (%)					
level	Daily	Weekly	Monthly	YTD	
Brent					
Brent	74.7	-0.1	0.8	1.2	12
WTX	68	-0.3	-0.6	6	13
Copper	310	-0.5	-1.1	3	-5
Gold	1317	0.0	-1.4	1	0
S&P Spot commodity *	474	0.3	-0.1	5	7
S&P Brent Spot *	629	0.9	0.7	7	11
S&P Metals Spot *	317	0.4	-3.8	6	2
S&P Agricultural *	303	-0.2	1.1	5	6

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

Fuente: BBVA Research

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.

Fuente: BBVA Research

Fuente: BBVA Research