Market Comment | Growing expectations of divergence ahead of ECB meeting

Global Financial Markets Unit 02 Dec 2015

BBVA Research

- **US employment improves in November.** US ADP employment rose in the private sector in November, against estimates of decreasing (by 21K to 217K; consensus: 190K, previous month 196K).
- Eurozone CPI remains unexpectedly stable in November (at 0.1%YoY; BBVAe: 0.3% YoY, consensus: 0.2% YoY). Moderation of core inflation by 0.1pp to 0.9% YoY was not expected, which offset the lower fall in energy prices. Although these data may have responded to volatility in the services sector in recent months, they provide more ammunition for the ECB to take action at its meeting on 3 December (see). Meanwhile in Spain, social security affiliation increased and unemployment fell more than expected. November's figures confirm the dynamism of the labour market shown in the September and October data. After seasonal adjustments, BBVA Research estimates that affiliation increased by 60,000 people, while the fall in unemployment exceeded 40,000 (see)
- Growing expectations of divergence ahead of ECB meeting. Ahead of tomorrow's ECB meeting, the release of today's economic indicator supported the forecast divergence between Fed and ECB monetary policies. In this regard, the positive US employment figure bodes well for the Fed to start its liftoff in December, while the worse-than-expected inflation data provide more ammunition for the ECB to take action at tomorrow's meeting. Consequently, European and US bond markets have diverged further. The 2Y German yield declined further today to new lows (-1bp to -0.45%), whereas the 2Y US yield increased (by 3bp to +0.93%). The European and US 10Y yields also had opposite reactions today, inching up in the US and down in Europe, led by Italy (US +3bp, FRA 10Y: -1bp, ITA 10Y: -2bp, SPA 10Y: -1bp, POR 10Y: -1bp). On FX markets, the USD appreciated against all major currencies (EUR: -0.55%, GBP: -0.92%, JPY: -0.49%) underpinned by the unexpected improvement in the US labour data. EM currencies depreciated against the dollar (COP: -1.8%, MXN: -0.5%, RUB: -0.3%, BRL: -0.3%, CLP: -0.1%), dragged mainly by falls in commodity prices (Brent: -1.3%, WTI: -1.7%, copper: -0.3%), which dropped today following the worse-than-expected crude oil inventories data and the expectations of this week's OPEC meeting. Moreover, some new flows suggest that Saudi Arabia and the Gulf states will not support a cut in their oil quotas. Equity markets remained broadly steady, with a mixed performance in Europe (Euro Stoxx: +0.2%, IBEX 35: 0.0%, CAC: +0.4%, DAX: -0.1%), while US equity indices were unchanged today.

Update 17.00 CET 02 December, 2015 Table1

BBVA Research

(Current level and changes at daily, weekly, monthly and annual frequencies) Dobt markets (changes in bp)
Data Marka (Margara Bay 1947)
Japan 18-yr 0.32 (2) (2) (1) (-1)
0E R 2-yr -0, 45 (-1) (-3) (-14) (-35) 0E R 5-yr -0, 22 (-2) (-3) (-16) (-23) 0E R (-yr -0, 27 (-6) (-5) (-7) Debglam (0-yr -0,75 (-2) (-3) (-1) (-6)
$\label{eq:entropy} Berg (Berg (Ber$
(mmg τρ 0 Makets Ban Tay 1543 (4) (61) (42) (327) Othe Bay 4 (61) (1) (61) Othe Bay 4 (61) (1) (61) (31) Meson Sher 4 (21) (4) (73) (172) Meson Sher 4 (21) (42) (23) (73) Per Marc 1 (21) (23) (23) Per Marc 1 (21) (23)
Pages (by 246(-1))(-6)(10) Ranes (by 747(-6)(-6)(-1)) Ranes (by 74, 6)(-6)(-1)(-6)(-1) Ranes (by 74, 6)(-6)(-7)(-2)(-2)) Ranes (by 74, 6)(-7)(-7)(-2)) Ranes (by 74, 6)(-7)(-1)(-4) Ranes (by 74, 6)(-7)(-1)(-4))
Country risk (changes in bp)
Terrengent Davids
Scy benneting terminal Algorital Generacy (Termina) Terminal Terminal Control (10) Others 17 (01) Others 18 (01)
2 - poworka powork doganić (Amana) Meren 5 (p) (1) (2) meren 4 (p) (1) (2) meren 4 (p) (2) (2) (2) (2) (2) (2) (2) Powork 5 (2) (2) (2) (2) (2) Powork 5 (2) (2) (2) (2) (2) Powork 5 (2) (2) (2) (2) (2) (2) Powork 5 (2) (2) (2) (2) (2) (2) (2) (2) (2) (2)
5 - conserved 3 5 - conserved 3 5 - conserved 4 5 - co
Ser Societaria (C3) Ser OS Back (C4) (A) (A) (A) (C4) Ser OS Back (C4) (C1) (A) Ser OS Back (C4) (C4) (A) (A) Ser OS Back (C4) (C4) (C4) Ser OS Back (C4) (C4) (C4) (C4) (C4) Ser OS Back (C4) (C4) (C4) (C4) (C4) Ser OS Back (C4) (C4) (C4) (C4) (C4) (C4) (C4) Ser OS Back (C4) (C4) (C4) (C4) (C4) (C4) (C4) (C4)
Ser (03 F stand) (0) (0) (-1) (0) Ser (03 F stand (2) (-0) (-0) (-20) Ser (03 F stand (2) (-0) (-0) (-20) Ser (03 F stand (2) (-0) (-1) (-1) Ser (03 F stand (2) (-0) (-1) (-1) Ser (03 F stand (2) (-1) (-1) (-1) (-1) (-1) (-1) (-1) (-1
C mality bills (a) (a) (b) (b) (b) (b) (b) (b) (b) (b) (b) (b
San A 1 Hay Academics A 1 4(0) 16 Seats 4 C(0 2 1 (2) (2) (2) (5) 14 U Bonis COS 78 (-1) (5) (8) (6) 14 U Bonis COS 78 (-1) (2) (2) (75) (75)
Large Spanish bonks CDS 112 (3) (4) (4) (3) Medium Spanish bonks CDS 144 (4) (4) (5) Greek bonks CDS 139 (16) (4) (4) (4) (2) (5) Medium bonks CDS 139 (2) (4) (4) (4) (2) (5)
Ruosata barkis (20 5 72 (4) () (.24) (.215) Graponia et al. (debages a particular) Bi selandancal (20 5 (2) (p) (p) (.215) Bi selandancal (20 5 (2) (p) (p) (.147) Bi selandancal (20 5 (p) (p) (p) (.143) Hi selandancal (20 5 (p) (p) (p) (.143)
InterCharack want deg (charages in tag) UEB OG served Str UEB OG served Str Strong Served Strong Served ServedS
US D(5 spread 3m: 13 (0) (1) (-1) (-1) US D(5 spread 3m: 47 (-2) (0) (-1) (13) US T D(5 spread 3m: 47 (-2) (0) (-1) Spein Ted Spread 3m: 11 (-2) (0) (4) (0)
Spein Ted Spend Jm 11 (2) (0) (4) (6) COMA Index (2, 12 (6) (3) (2) (3) Combo Tm 4, 12 (3) (4, 4) (6) (40) Lundor Tam 4, 12 (4) (4) (4) Lundor Tam 6 (64 (6) (2) (27) (28)
Laer3m 0,42 (0) (2) (0) (17) Laer12m 0,96 (0) (1) (11 (36) Stock maskets (Changes in percentage)
Compared Read Compared
Tank databa Varia (4,1) (2,1) (2,2) (6) Varia (4,6) (1) (1) (2,3) (6) Varia (4,6) (1) (1) (2,3) (7) Varia (4,1) (1) (1) (1) (1) (1) (1) (1) (1) (1) (
UK banks 90,7 (0,1) (0,8) (0,6) (-4) HSBC 541,6 (0,5) (14) (7,6) (-11) BSC 5103 (-4) (0,7) (-4) (-(31)) Bardoya 2349 (0,6) (0) (-4) (-1) Bardoya 2349 (0,6) (0) (-4) (-1)
utget Article (1,2)(4) BHP 552,102,101,001,014 BHP 552,101,102,101,001,014 BHP 552,101,102,101,001,014 BHP 552,101,102,101,001,102 BHC 252,404,102,102,0100 BHC 254,201,012,102,100 BHC 254,201,012,102 Set 3.51,014,102,102 Set 3.51,014,102,102
Large Spanish banks: 85,6 (-1,6) (-0,2) (-1,4) (-14) Sontander: 5, 1 (-0,7) (0,8) (-0,3) (-27) BYVA (-7, 2, 2, 5) (-1,1) (-2, 3) (-27)
Maximum Spraceh banden (#2.1.6.1) (2.2.10) (4.0) Secure 3.2.6(2.1.6.1) (4.2) (4.0) Propute 3.4.6(2.1.6.1) (4.2) (4.0) Secure 3.4.6(2.1.6.1) (4.2) (4.0) Secure 3.4.6(2.1.6.1) (4.2) (4.0) Secure 3.4.6(2.1.6.1) (4.0) (4.0) (4.0) Secure 3.4.6(2.1.6.1) (4.0) (4.0) (4.0) Secure 3.4.6(2.1.6.1) (4.0
Geek basis 5 (4,65) (42,7) (42,4) (45) House Basis 2 (4,4) (4,3) (4,7) House Basis 2 (4,4) (4,3) (4,4) House Basis 2 (4,4) (4,4) (4,4) Gasical Centell Basis (1,6) (4,7) (4,4) (4,4) Gasical Centell Basis (1,6) (4,7) (4,5) (4,5) Gasical Center Basis (1,6) (4,7) (4,5) (4,5) Gasical Center Basis (1,6) (4,7) (4,5)
Name outputy stateces Stock and \$1356 (4) (4) (4) (4) (4) (4) (4) (4) (4) (4)
MSCIEM Asia 678 (1,6) (4,2) (-1) (-5,8) Sharyhai Composite (China) 5537 (2,33) (-3) (6,4) (9,3) Jakarta Composite (Indensa) 4546 (-3,3) (-4,9) (1,8) (-13)
Non-Ability Ability 42,421 (0,41)-91(-42,8) Ability 42,421 (0,41)-91(-42,9) Ability 42,421 (0,41)-91(-43) Ability 42,421 (0,41)-91(-5) Ability 42,421 (
Currence (in percentage, positive for dollar deprecision) Entropol (1997) Entropol (1997) Entropol (1997) Entropol (1997) En
Linearchine Th (21) (23) (21) (21) (21) (21) (21) (21) (21) (21
USDPLU (Poland) 4,65 (4,5) (4,7) (4,8) (44,2) USDRUB (Runnia 66,87 (4,3) (4) (4) (45,7) USDRUB (Runnia 93,86 (6) (4) (2) (4) (34)
USDCIVY (Chang) 6.4 (0) (6, 1) (-1) (-3, 1) USDNIV (paig) 6.63 (-4,2) (-4,4) (-6,6) (-1) USDNI (paig) 6.63 (-4,2) (-4,4) (-6,6) (-1,2) Alton (117,4) (-2) (-4,2) (-4,1) (-4,3) (-commod Nate (Change In particulation)
Commonities (distript in personality) Commonities (distript in personality) mit All (2)(2)(2)(4)(4)(2)(2)(2)(2)(2)(2)(2)(2)(2)(2)(2)(2)(2)
annen annen ₂ , an Bailtean ann Perez



BBVA Research

(Current level and changes at daily, weekly, monthly and annual frequencies) Debt markets (changes in bp) Debtmark holes Debtm
US 247 0.80 (2)(0)(10)(07) US 547 1.50 (4)(4)(6)(2) US 1047 2.77 (3)(6)(0)(0)
Japan 10-yr 0.52 (2) (2) (1) (-1) GER 2-yr0.45 (-1) (-3) (-14) (-35)
GE B 2yr - 4,45 (+1) (3) (-44) (-05) GE B 5yr - 4,22 (-2) (3) (-64) (-20) Belgium - 10-yr - 6,75 (-2) (-5) (-3) (-6) Belgium - 10-yr - 6,75 (-2) (-5) (-5)
Bergues They C (2) (3) (3) (3) (4) Bergues They C (2) (3) (3) (3) Bergues T (3) (7) (3) (3) (3) Bergues T (3) (7) (3) (3) (3) Bergues T (3) (7) (3) (3) (3) Bergues T (3) (3) (3) (3) (3) (3) Bergues T (3) (3) (3) (3) (3) (3) Bergues T (3) (3) (3) (3) (3) (3) (3) Bergues T (3) (3) (3) (3) (3) (3) (3) Bergues T (3) (3) (3) (3) (3) (3) (3) Bergues T (3) (3) (3) (3) (3) (3) (3) (3) (3) (3)
Netherlands 10-97 0.22 (-1)-11 (-1) (-1) Protogal 10-92 (-23 (-1)-68) (-24) (-43) Spain 16-yr 1.48 (-1) (-68) (-27) (-13)
Immigrage Diskelate Diskel Hayer (54:54:64) (16) (-26) (227) Diske Hayer (54:54:64) (16) (-26) (227) Diskelate Hayer (54:55) (-7) (24) (-22) Mesole Hayer (54:55) (-7) (24) (-22) Mesole Hayer (54:55) (-25) (-25) Mesole Hayer (55:55) (-25) (-25) Mesole Hayer (55:55) (-25) (-25) Mesole Hayer (55:55) (-25) (-25) (-25) Mesole Hayer (55:55) (-25) (-25) (-25) Mesole Hayer (55:55) (-25) (-25) (-25) (-25) Mesole Hayer (55:55) (-25) (
Mexico 19-yr 62 (1) (4) (21) (37) Pena 10-977 56 (1) (6) (3) (160) Penand 10-yr 2,66 (-1) (1) (-4) (14)
Paland 16-yr 2,66 (-1) (1) (-1) (14) Rawin Sey 7,87 (-6) (-10) (-41) Rawin 16-yr 7,87 (-6) (-21) (-57) (-56) Tarkey 10-yr 9,88 (-5) (7) (70) (-201)
helia 10-yr 7,74 (2) (3) (11) (-14) Indonesia 10-yr 8,46 (-51 (-54) (-52) (54) C ountry risk (changes in bp)
Developed Markets Hyrr sovereign generalis (appliest Germany) Belgium 29 (2) (2) (2) (0) Tanzen 316 (1) (2) (6) (0)
Conceptor to the end Endedpoint the end Interpreting the ended of the end of t
Pentagal 119 (-1) (-15,5) (-28) (-25) Spain 102 (-1) (-3) (-16) (-5)
Delgam 12 (0) (-1, 1) (0) (-2) Fance 17 (0) (-2) (-1) (1) Greece 1624 (2) (2) (14) (449) Weed 18 (-1) (-36 (-17)
Annual Annu
2-yr sovereigin spreads (against Genrany) Belgium 9 (b) (b) (b) (c) Franca 8 (b) (b) (c) (c)
2-proceedings means of Agent2 Generary) Theorem 2-9 (0) (1+0) (1+) Theorem 2-9 (0) (1+0) (1+) Theorem 2-9 (0) (1+0) (1+) Theorem 2-9 (1+0) (1+0) (1+) Theorem 2-9 (1+0) (1+) (1+) (1+) (1+) (1+) (1+) (1+) (1+
Spain 40 (0) (2) (5) (4) <u>5-yr soversign CD5</u> <u>5-yr CD5 Belgan 35 (5) (-1) (-14)</u>
S-yr CDS France 27 (-1)(0)(-2)(20) yr CDS Greace 30 (-1)(0)(-2)(-2)(-2)(-2)(-2)(-2)(-2)(-2)(-2)(-2
49 moneque (31 59 moneque (31 59 mol Seque (36) 59 mol Seque (36) 59 mol Seque (36) 59 mol Seque (36) 50 mol Seque (36)
Sep 0 secretary 0.03 Sep 0.03 Beaut 424 (2) (4) (6) (0.23) Sep 0.03 Exet 424 (2) (4) (6) (0.21) Sep 0.03 Exet 425 (2) (2) (0.11) Sep 0.03 Exet 425 (4) (2) (2) (2) Sep 0.03 Exet 425 (4) (2) (2) (2)
5-97 CUID INVERDED 155 (-4) (0) (-1) (46) 5-97 CDS P Penu 178 (-2) (2) (7) (42) 5-97 CDS Vencuelle 4734 (157) (63) (-65) (229)
S-yr CDS P dandf3 (0) (0) (-1) (3) S-yr CDS Roania . 207 (-6) (3) (-6) (-200) S-yr CDS Tuniny . 208 (-3) (-4) (0) (77)
Syr CDS China 99 (2) (2) (5) (14) Syr CDS India 54 (4) (3) (2) (17) Syr CDS Indonesia 218 (3) (6) (0) (63)
Credit Field Strainblacks, providence in preventinge encore for SEAA prevent, top VAL (43, 01, 11, 14, 14, 14, 14, 14) VAL (43, 01, 11, 14, 14, 14) ELE TO encore (incore a constrainty, 15, 15, 14, 14, 15, 10) Databilities and entity, 15, 15, 14, 14, 15, 100, 100 Databilities and entity, 15, 15, 14, 14, 15, 100, 100 Databilities and entity, 15, 15, 14, 14, 15, 100, 100 Databilities and entity, 15, 15, 14, 14, 15, 100, 100 Databilities and entity, 15, 15, 14, 14, 150, 150, 150 Databilities and entity, 15, 15, 14, 14, 150, 150, 150 Databilities and entity, 15, 150, 143, 150, 150, 150, 150 Databilities and entity, 150, 150, 150, 150, 150, 150, 150 Databilities and entity, 150, 150, 150, 150, 150, 150, 150, 150
E III E F 1 Volatility Index 24 (2) (10) (13) (3) Diatricuto volatility (13 (-15) (-4) (30)) E III F X volatility index 11 (0)(2)(-1) (-1) Codel approad (EAA) (324 (-453), (28) (58) (76)
Ca doctar meaning service (* 1971) (* 1971) Bank (* 164) (* 2006) (* 2007) Bank (* 164) (* 2007) (* 2007) El tel tanks (CD * 75 (* 1) (* 2017) (* 2017) Ki tel tanks (CD * 75 (* 1) (* 2017) (* 2017)
Lang Spania CoS 17 (-1) (-2) (2) (15) Lange Spania banks COS 112 (-3) (4) (4) (74) Medium Spania banks COS 112 (-3) (4) (4) (74)
Greek banks CDS 1594 (16) (-6) (-1012) (511) Russian banks CDS 372 (-6) (2) (-34) (-215)
Corporation (rafk) (chargings in bou) US Non-Amancaia (CS 5 (0) (0) (0) (167) Le UI Non-Amancaia (CS 5 (0) (0) (0) (167) UK Non-Amancaia (CS 5 (0) (0) (0) (-113)
Interbank markets (changes in bp) UEM CIS spead 2m (5 (-1) (-2) (5) UEM CIS spead 2m 34(0) (0(1) (-1) UEM TO spead at 20(0) 0,7(2) (6)
UEM TED spreed 3m 32 (0) (0, 71 (2) (0) US OS spreed 3m 13 (0) (1, 11 (-1) US OS spreed 3m 47 (-3) (0) (-1) (3) US TED spreed 3m 21 (-2) (-2) (-7) (-1)
Spain Ted Spread 3m 11 (2) (8) (4) (6)
EONA. Index. 4,13 (0) (0,3) (0) (-28) Europe (3m. 4,12 (0) (-14) (-5) (-20) Europe 12m. 0,04 (0) (-2) (-7) (-26)
Laor 3m 0,42 (0) (2) (0) (17) Laor 12m 0,98 (0) (1) (11) (26) Stock markets (Changes in percentage)
Developed Markets Main equity models S48500 21023 (4) (6)(6) (-1) (2) Developed 17403 (-2)(6) (5)(6)
More weeks 2000 More Series More
CAC4033,3 (R, 4) (0,0) (0,3) (15) MB 22597 (0,1) (1,1) (0,5) (19) ASE Attens 626.2 (2,1) (2,6) (-13,4) (24)
Bank stocks US banks (9,8 (-4,1) (2,1) (3,2) (8) JMM 67 (-6 (1) (-1) (3,2) (8) L (5 4,9 (2) (-1) (3) (1)
Bank darks Bank darks (14) 10, 11(32,0) (14) 14,
$\label{eq:constraint} \begin{array}{l} \text{WK} berrins & \text{SO}_{-1}(0,1) (0,0) (0,0) (-0) \\ \text{WSDE} & -54 (0,0) (1,0) (-1,0) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-0,1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) (-1) (-1) (-1) \\ \text{SDE} & -54 (0,2) (-1) (-1) (-1) (-1) (-1) (-1) (-1) (-1$
Lleyds 74.7 (b) (3.6) (4.3) (.1) ENU banks 114.4 (4.4) (1.2) (-1.3) (14) BWF 95.3 (-0.1) (2.1) (1.6) (14)
$ \begin{array}{llllllllllllllllllllllllllllllllllll$
80 45,3 (0) (4) (8) (29) Unicredite 5,5 (4,9) (-1) (-7) (5) Large Spanish banks 85,6 (-1,6) (-0,2) (-1,4) (-14)
Lange Spanish banks, 85,6 (-1,6) (-0,2) (-1,4) (-1,4) Samandard, 5, (-6,7) (-0,6) (-3,0) (-27) 196W, 77, (-2,2)-(-1,(-2,3)) (-27) Wedum Spanish banks, 82,7 (-1,1) (2,2) (0) (-10)
Madeus Carron hanka (87 (4 1), 22,01)(40) Constant 1.6((9), 21,01)(10) Pageur 34 (42)(1,5), 14,31)(40) Basakirt 8(4,4), 12,42)(44) Basakirt 8(4,40), 22,15)(3) Basakirt 8(4,40), 22,15)(3)
Bankia 1,2 (4,4) (2,5) (0,5) (3) Gmeek bankis 5 (45,5) (39,7) (42,4) (45) Apple Banki (4,4) (23,1) (73) (49)
Greek Jamis 5 (45,5) (20,7) (42,4) (46) Alapia Sand (21,4) (4,2) (47) (48) Ampo Sand (21,7) (23) (43) (43) Ampo Sand (21,7) (23) (43) (44) Ampo Sand (21,7) (43) (44) Ampo Sand (21,7) (43) (44) Ampo Sand (21,7) (43) (45)
Emerging Markets
Main coulty indices MSCI Lutam 61300 (0,47) (4) (-2,3) (-0,2) Borenna (Brazil (-4627) (-0,2) (-10,1)
Main cquiry ndices SOC Later of SOC (0, 47) (4) (42,3) (42,3) Social and SOC (0, 47) (4) (42,4) (42,1) Social (4302) (40,4) (7) (5,3) Social (4302) (40,6) (7) (5,3) Social (40,6) (40,7) (5,3) Social (40,7) (40,7) (40,7) Social (40,7) (40,7) (40,7) (40,7) Social (40,7) (40,7) (40,7) (40,7) Social (40,7) (
Like could wakes Scilland #1058 (2014) Scilland #1058 (2014) Mand Scilland #1058 (2014)
VED 154 Event V67. 031 (+7,17)(1)(4,6) VeD 054 Event V67. 031 (+7,16) VeD 054 Event V67. 031 (+7,16) VeD 054 Avent V67. 031 (+7,16) VED 054 Avent V77. 041
VED 154 Event V67. 031 (+7,17)(1)(4,6) VeD 054 Event V67. 031 (+7,16) VeD 054 Event V67. 031 (+7,16) VeD 054 Avent V67. 031 (+7,16) VED 054 Avent V77. 041
$\label{eq:constraint} \begin{split} & \psi(t) \in W_{1}(u) = \psi(t), \psi($
90(016) (000 e105 023)(-7)(-1)(40) 90(016) (000 e105 023)(-100) 91(016) (000 e105 023) 91(016) (0000 e105 023) 91(016) (00
94(244) cm 45, 024(-1), 1(-1), 4(-1),
940 G 44 Gard Server 345 (2012), 11, 11, 14, 04 144 G 44 Gard Server 345 (2012), 11, 11, 14, 04 144 B 7, 144 G 14, 14, 14, 14, 14, 14, 14, 14, 14, 14,
940 G 44 Gard Server 345 (2012), 11, 11, 14, 04 144 G 44 Gard Server 345 (2012), 11, 11, 14, 04 144 B 7, 144 G 14, 14, 14, 14, 14, 14, 14, 14, 14, 14,
90 G 41 G years 415 (2012, 12, 12, 12, 14, 24, 25, 25, 25, 25, 25, 25, 25, 25, 25, 25
90 G H & good H & Shall J, J, L + 1, A A H & Shall J, J, L + 1, A A H & H & H & H & H & H & H & H & H & H &
ΦΕΙ Ο ΕΙ Αυτου ΕΙ Ο ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ ΔΟΙ ΕΙ ΔΟΙ
ΦΕΙ Ο ΕΙ Αυτου ΕΙ Ο ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ Ο ΕΙ Αυτου ΕΙ ΔΟΙ - 17, 1-14, 44 ΦΕΙ ΔΟΙ ΕΙ ΔΟΙ
90 G H & good H & Shall J, J, L + 1, A A H & Shall J, J, L + 1, A A H & H & H & H & H & H & H & H & H & H &

BBVA Research

*CDS, EMBI & MSCI indices with one day delay **Credit spread (BAA) with two days delay

DISCLAIMER

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 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.