BBVA Research

Market Comment | Dovish central banks and rebound in oil prices support financial markets

Global Financial Markets Unit
29 Jan 2016

- **Disappointed US GDP.** Real GDP growth slowed to a 0.7% QoQ SAAR pace in 4Q15, down from 2.0% in 3Q15. Annual investment in mining declined 35%, marking the worst year since 1986. Despite 1Q16's shaky start, we maintain our expectations for a solid 2.5% pace in 2016 (see)

- **Mixed data in Europe**. Eurozone CPI in January increased slightly, in line with the estimates (by 0.4% YoY, BBVA Research 0.4% YoY, previous month 0.2% YoY), underpinned by a smaller decline in energy prices. On the other hand, core inflation brought good news, increasing ahead of expectations (1% YoY, BBVA Research 0.9% YoY). However, inflation might moderate again in February. Meanwhile, the money supply M3 moderated in December (by 4.7% YoY; consensus: 5.2%, previous 5% YoY), while loans to non-financial corporates also slowed down (0.1% YoY in December, 0.7% YoY in November) and loans to households continued growing, at 1.9%. The German retail sales dropped less than our forecast (by -0.2% MoM; BBVAe: -0.4%, consensus: +0.4%). On another front, both the French and the Spanish 4Q14 GDP grew in line with forecasts (0.2% QoQ; previous quarter: +0.3% QoQ in France and 0.8% QoQ, previous quarter: 0.8% QoQ in Spain).

- **Bank of Japan introduced a negative interest rate.** The BoJ surprised the markets in its today's monetary policy meeting, by altering the interest rate on new excess reserves from +0.1% to -0.1% while keeping the Quantitative and Qualitative Easing programme unchanged at JPY80trn/year. The impact of the measure could be softer than the ECB's rate cuts, because in this case the negative rate only affects new reserves but the authority's signal of the easing effort was strong. According to the statement, the authority could cut the interest rate further again if necessary. The BoJ reacted to the JPY's appreciation (due to the safe-haven effect), concerns about China's outlook (and about its FX policy) and the lack of inflation in ongoing global contexts. This decision could add more pressure to the RMB with the JPY's depreciation.

- **High volatility amid central bank decisions and the rebound in oil prices.**This week was also marked by the oil price, that extended last week's positive trend on rumours about a potential agreement to cut oil output, which encouraged a rebound in oil prices to USD37/bbl. Although this effect was rapidly diluted when OPEC's delegates said that there were no plans to hold talks (there are some rumours of an OPEC meeting in February which have yet to be confirmed, but currently the next OPEC meeting is scheduled for 2 June). Nonetheless, oil prices ended the week showing a good net performance (WTI +4.5% and Brent: +7.6% this week). Other factors that determined the direction of risk assets were the central bank meetings that took place during the week. The FOMC statement sounded more dovish, after highlighting the US economic vulnerability, encouraging markets to discount any chance of a interest-rate hike at the March meeting. The weaker-than-expected 4Q15 GDP growth would reinforce this sentiment. On another front, the Bank of Japan's announcement of a negative interest rate might cause a significant movement on the markets, not just because of the cut itself but because of the signal and tone that the BoJ is sending. Against this backdrop, yields fell sharply across developed market, dropping on the back of the central banks' statements which were more dovish than expected this week - especially today's rate cut in Japan - and the risk haven effect that still weighed on some curves. European safe-haven yields dropped during the week (GER 10Y: -12bp, FRA 10Y: -15bp) as well as the US curve (2Y:-10bp and 10Y: -12bp) and the Japanese curve (10Y: -14bp). European peripheral yields also declined (ITA 10Y: -14bp, SPA 10Y: -20bp, POR 10Y: -14 bp) narrowing the peripheral risk premia. Despite the high volatility during the week, the European equity markets closed almost unchanged. (Euro Stoxx: +0.2%, DAX -0.2%, IBEX +0.6%). The Italian banking sector hampered the MIB (-2.3%), despite the agreement reached between the Italian government and the European Commission, under which the Italian government will implement a guarantee scheme to help Italian banks to clean up their balance sheets. In the same way, US indices ended broadly flat - amid 4Q corporate earnings results and the Fed's concerns about a recovery in internal activity (S&P: +0.3%). Asian markets showed very a volatile performance: the first half of the week was marked by doubts about the Chinese equity markets (Shanghai: -6% this week), despite a further intervention by the PoBC, injecting CNY440bn (USD66.89bn) into the banking system - the biggest such move in three years - amid fears about a cash shortage in a context of increasing capital outflows from China. On the other hand, the Japanese Nikkei jumped by 3.3%, after the BoJ's announcement, which depreciated the yen and encouraged a rebound in exporters' stocks. On the FX markets, the USD showed a mixed performance against other major currencies (EUR: +0.19%, JPY: -1.86%), due to the FOMC's meeting. EM currencies appreciated against the US dollar, mainly those most linked to oil prices or those which had been heavily punished in previous weeks (COP: +0.4%, MXN: +1.5%, CLP:+0.8%, RUB:+3.8%, BRL: +1.8%, TRY: +1.4%).

Update 17.00 CET 29 January, 2015
Table 1

(Current level and changes at daily, weekly, monthly and annual frequencies)

Debt markets *(changes in bp)*

Developed Markets
US 2-yr 0.79 (-3) (-8) (-29) (-26)
US 5-yr 1.36 (-4) (-12) (-44) (-40)
US 10-yr 1.94 (-4) (-11) (-35) (-33)

Japan 10-yr 0.1 (-13) (-14) (-17) (-17)

GER 2-yr -0.48 (-3) (-4) (-14) (-14)
GER 5-yr -0.3 (-4) (-7) (-25) (-25)
GER 10-yr 0.35 (-6) (-14) (-28) (-28)

Belgium 10-yr 0.79 (-7) (-15) (-18) (-18)
France 10-yr 0.66 (-7) (-14) (-33) (-33)
Greece 10-yr 9.64 (5) (42) (136) (136)
Ireland 10-yr 0.98 (-7) (-9) (-18)
Italy 10-yr 1.44 (-7) (-13) (-16) (-16)
Netherlands 10-yr 0.46 (-7) (-14) (-33) (-33)
Portugal 10-yr 2.88 (-10) (-16) (36) (36)
Spain 10-yr 1.54 (-8) (-19) (-23) (-23)

Emerging Markets
Brazil 10-yr 16.18 (-44) (-58) (-33) (-33)
Chile 10-yr 4.58 (-1) (-4) (-8) (-8)
Colombia 10-yr 9.01 (-1) (2) (35) (36)
Mexico 10-yr 6.07 (-5) (-16) (-23) (-19)
Peru 10-yr 7.44 (0) (1) (14) (14)

Poland 10-yr 3.14 (-4) (4) (20) (20)
Russia 5-yr 10.45 (28) (-11) (57) (57)
Russia 10-yr 10.34 (26) (-13) (78) (78)
Turkey 10-yr 10.58 (-4) (-19) (13) (11)

India 10-yr 7.78 (-2) (0) (3) (2)
Indonesia 10-yr 8.26 (-17) (-14) (-50) (-48)

Country risk *(changes in bp)*

Developed Markets
10-yr sovereign spreads *(against Germany)*
Belgium 44 (-2) (-1) (10) (10)
France 31 (-2) (0) (-5) (-5)
Greece 929 (11) (56) (164) (164)
Ireland 63 (-2) (4) (10) (10)
Italy 109 (-2) (0) (13) (13)
Netherlands 11 (-1) (-0.4) (-5) (-5)
Portugal 253 (-4) (-2.2) (64) (64)
Spain 119 (-3) (-6) (5) (5)

5-yr sovereign spreads *(against Germany)*
Belgium 12 (-1) (-2.1) (4) (4)
France 17 (-2) (-2) (4) (4)
Greece 1632 (4) (7) (25) (25)
Ireland 33 (-1) (4) (7) (7)
Italy 74 (-2) (-3) (19) (19)
Netherlands 4 (-1) (-1.2) (3) (3)
Portugal 187 (1) (3) (76) (76)
Spain 76 (-3) (-7) (4) (4)

2-yr sovereign spreads *(against Germany)*
Belgium 5 (0) (0) (1) (1)
France 8 (1) (1.3) (5) (5)
Ireland 14 (0) (0) (-1) (0)
Italy 48 (2) (3) (16) (16)
Netherlands 3 (1) (1) (6) (6)
Portugal 87 (1) (4) (42) (42)
Spain 48 (2) (4) (13) (13)

5-yr sovereign CDS
5-yr CDS Belgium 39 (0) (2) (5) (7)
5-yr CDS France 27 (0) (-1) (2) (2)
5-yr CDS Germany 14 (0) (0) (1) (2)
5-yr CDS Greece 1294 (32) (-100) (305) (235)
5-yr CDS Ireland 46 (1) (0) (4) (6)
5-yr CDS Italy 112 (5) (-14) (24) (16)
5-yr CDS Netherlands 17 (0) (0) (1) (3)
5-yr CDS Portugal 213 (9) (-13) (49) (45)
5-yr CDS Spain 91 (1) (-16) (16) (2)
5-yr CDS UK 28 (0) (-1) (9) (9)
5-yr CDS US 21 (0) (0) (3) (2)

Emerging Markets
5-yr sovereign CDS
5-yr CDS Brazil 463 (4) (-26) (-18) (-29)
5-yr CDS Chile 135 (-3) (-8) (9) (8)
5-yr CDS Colombia 279 (-4) (-16) (44) (40)
5-yr CDS Mexico 194 (-2) (-10) (27) (24)
5-yr CDS Peru 207 (-5) (-9) (23) (22)
5-yr CDS Venezuela 8550 (-461) (-97) (2773) (2507)

5-yr CDS Poland88 (-2) (-14) (15) (16)
5-yr CDS Russia 313 (-10) (-61) (12) (12)
5-yr CDS Turkey 273 (4) (-23) (1) (0)

5-yr CDS China 125 (-2) (-1) (16) (16)
5-yr CDS India 170 (-2) (-6) (22) (22)
5-yr CDS Indonesia 233 (-5) (-15) (4) (6)

Credit risk

Risk indicators *(changes in percentage except for BAA spreads, bp)*
VIX 22.42 (0) (0.4) (29.7) (4)
VSTOXX 27.98 (-6.2) (-1.3) (26.2) (6)
EM EFT volatility Index 30 (0) (-5) (29) (32)
Dollar/euro volatility 8.6 (-1.5) (-2.9) (-10.4) (-10)
EM FX volatility index 12 (0) (-1) (4) (4)
Credit spread (BAA) 353.7 (3.5) (9.8) (25.6) (31)
US bonds volatility index 71 (0) (-8) (5) (5)

Bank risk *(changes in bp)*
US banks CDS 91 (-2) (-2) (17) (16)
EMU banks CDS 104 (3) (2) (23) (21)
UK banks CDS 98 (2) (-1) (22) (21)

Large Spanish banks CDS 153 (6) (-5) (20) (16)
Medium Spanish banks CDS 200 (6) (-1) (44) (43)

Greek banks CDS 1542 (18) (-42) (-115) (-110)
Russian banks CDS 414 (-10) (-59) (35) (32)

Corporate risk *(changes in bps)*
US Non-financial CDS 529 (29) (124) (151) (147)
EMU Non-financial CDS 189 (2) (-6) (18) (16)
UK Non-financial CDS 223 (1) (-8) (30) (31)

Interbank markets *(changes in bp)*

UEM OIS spread 3m 14 (1) (0) (3) (3)
UEM OIS spread 12m 41 (2) (2) (7) (7)
UEM TED spread 3m 31 (0) (-6.8) (-9) (-10)

US OIS spread 3m 23 (0) (0) (1) (0)
US OIS spread 12m 69 (2) (4) (14) (13)
US TED spread 3m 30 (1) (-2) (-17) (-15)

Spain Ted Spread 3m 17 (5) (8.9) (12) (12)

EONIA Index -0.24 (0) (0.2) (-10) (-11)
Euribor 3m -0.16 (0) (-1) (-3) (-3)
Euribor 12m 0.02 (-1) (-2) (-4) (-5)

Libor 3m 0.62 (0) (0) (1) (1)
Libor 12m 1.15 (0) (-1) (-2) (-3)

Stock markets *(Changes in percentage)*

Developed Markets
Main equity indices
S&P500 1893.4 (0) (-0.7) (-8.2) (-7)
DowJones 16069.6 (0) (-0.1) (-8.7) (-8)
Nikkei 17518.3 (2.8) (3.3) (-8) (-8)
FTSE 100 5992.5 (1) (1.6) (-4.5) (-4)
EuroStoxx 50 3004.1 (0.8) (-0.6) (-8.6) (-8)
IBEX8721 (1.5) (0) (-9.6) (-9)
DAX 9687.5 (0.5) (-0.8) (-9.8) (-10)
CAC4351.7 (0.7) (0.3) (-7) (-6)
MIB 18470.2 (1.5) (-2.9) (-13.8) (-14)
ASE Athens 544.3 (0.4) (1.9) (-10.9) (-14)

Bank stocks
US banks 77.5 (0) (-0.5) (-18.4) (-18)
JPM 57.3 (0) (0.6) (-14) (-13)
Citi 40.4 (0) (-1.6) (-22.8) (-22)
BoA 13.5 (0) (-0.2) (-20.6) (-20)
MS 25.2 (0) (-1.7) (-21.9) (-21)
GS 157.1 (0) (0.1) (-13.7) (-13)

UK banks 76 (1.4) (-2.5) (-13.9) (-13)
HSBC 485.5 (1.6) (1.2) (-9.7) (-9)
RBS 251.2 (0.2) (-4.2) (-17) (-17)
Barclays 182.4 (2.2) (-4.4) (-17.4) (-17)
Lloyds 64.9 (1.3) (-2.9) (-11.8) (-11)

EMU banks 86.4 (1.3) (-5) (-20.5) (-20)
BNP 43.2 (0.8) (-2.7) (-17.8) (-17)
Crédit Agricole 9 (1.3) (-2.6) (-17) (-17)
Deutsche Bank 16.2 (0.1) (-7.9) (-28.1) (-28)
ING 10.5 (2.1) (-3.8) (-16.9) (-16)
Intesa 2.6 (2.5) (-5) (-16.5) (-17)
SG 34.5 (1) (-3.7) (-19.3) (-19)
Unicredito 3.5 (0.6) (-11.3) (-31) (-31)

Large Spanish banks 64.7 (1.4) (-3) (-15.4) (-14)
Santander 3.9 (0.9) (-3.7) (-16) (-15)
BBVA 5.8 (1.8) (-2.5) (-15) (-14)

Medium Spanish banks 74.5 (4.5) (1.4) (-10.1) (-10)
Caixabank 2.8 (3.5) (-2.4) (-14.5) (-14)
Popular 2.5 (7.4) (5.3) (-19.1) (-18)
Sabadell 1.6 (10.4) (9.7) (-0.4) (0)
Bankinter 6.4 (0.8) (1.7) (-3.5) (-2)
Bankia 0.9 (1.7) (-6.7) (-15.3) (-16)

Greek banks 3.3 (-0.7) (1) (-26.1) (-28)
Alpha Bank1.8 (-2.2) (-0.6) (-27.5) (-29)
Pireus Bank0.2 (-2.2) (4.1) (-33.7) (-36)
National Central Bank0.2 (2.1) (-0.8) (-27.4) (-28)
Eurobank Ergasias0.8 (1.6) (4.3) (-22.8) (-26)

Emerging Markets
Main equity indices
MSCI Latam 56002 (0.77) (3.4) (-6.3) (-5.6)
Ibovespa (Brazil) 39217 (1.5) (3.1) (-9.5) (-9.5)
Mexbol 42393 (0) (1.9) (-1.4) (-1.4)

MSCI EM Europe 4143 (1.46) (6.9) (-3.4) (-2.5)
Poland 1760 (0.2) (1.9) (-5.4) (-5.4)
Micex (Russia) 1767 (-0.3) (2.8) (0.3) (0.3)
Ise 100 (Turkey) 73134 (1) (4.1) (-0.1) (2)

MSCI EM Asia 609 (0.41) (3.1) (-8.3) (-7.8)
Shanghai Composite (China) 2738 (3.09) (-6.1) (-23.4) (-22.6)
Jakarta Composite (Indonesia) 4615 (0.3) (3.6) (0.5) (0)

Bank stocks
Turkish banks 76 (1.3) (4.7) (1.1) (3.5)
Akbank T.A.S. 7 (1.9) (4.9) (2.6) (6.1)
Garanti 7 (0.7) (5) (2.3) (4.1)
Turkiye Is Bankasi 5 (1.3) (4.3) (-2.1) (-0.2)

Russian banks 142 (0.4) (5) (-6.4) (-6.4)
Sberbank 96 (-0.3) (5.4) (-4.8) (-4.8)
VTB Bank 0.1 (1.5) (4.5) (-8.8) (-8.8)

Currencies *(in percentage, positive for dollar depreciation)*

Developed Markets
EURUSD 1.087 (-0.67) (0.66) (-0.6) (0)
GBPUSD 1.43 (-0.7) (-0.03) (-3.7) (-3.2)
USDJPY 121.28 (-2.07) (-2.1) (-0.6) (-0.9)
DXY 99.42 (-0.9) (0.2) (-1.2) (-0.8)

Emerging Markets
USDARS (Argentina) 13.9 (-0.3) (-1.3) (-7.1) (-7.5)
USDBRL (Brazil) 4.03 (0.9) (1.5) (-1.9) (-1.8)
USDCLP (Chile) 710.06 (0) (0.8) (-0.3) (-0.2)
USDCOP (Colombia) 3294.23 (-0.4) (0.4) (-3.7) (-3.8)
USDMXN (Mexico) 18.21 (0.6) (1.2) (-4.8) (-5.8)
USDPEN (Peru) 3.47 (0) (-0.5) (-1.6) (-1.5)
LACI 60.42 (0.5) (0.8) (-3.2) (-3.5)

USDPLN (Poland) 4.08 (0) (1.3) (-4.7) (-3.9)
USDRUB (Russia) 75.75 (0.7) (3) (-3.5) (-4.5)
USDTRY (Turkey) 2.97 (0.1) (1.2) (-1.6) (-1.7)

USDCNY (China) 6.58 (0) (0) (-1.3) (-1.3)
USDINR (India) 67.79 (0.6) (-0.2) (-2.1) (-2.5)
USDIDR (Indonesia) 13778 (0.7) (0.5) (0.1) (0.1)
ADXY 105.51 (0.1) (0.1) (-0.9) (-1)

Commodities *(change in percentage)*

Brent 34.29 (1.2) (6.6) (-6) (-8)
WTx 33.62 (1.2) (4.4) (-8.1) (-9.2)
Copper 205.75 (0.4) (3) (-3.7) (-3.2)
Gold 1114.5 (-0.1) (1.5) (5) (5)
Baltic Dry Index 325 (0) (-8.2) (-32) (-32)
S&P GSCI Spot commodity index 296.263 (0) (2.1) (-4.2) (-4.9)
S&P GSCI Brent Spot 296.171 (0) (6) (-5.6) (-7.6)
S&P GSCI Metals Spot 246.93 (0) (2) (-3.1) (-2.4)
S&P GSCI Agricultural Spot 278.152 (0) (-1.8) (-1.9) (-1.9)

Source: Bloomberg, Datastream and Haver

Fuente: BBVA Research

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(Current level and changes at daily, weekly, monthly and annual frequencies)

Debt markets *(changes in bp)*

Developed Markets
US 2-yr 0.79 (-3) (-8) (-29) (-26)
US 5-yr 1.36 (-4) (-12) (-44) (-40)
US 10-yr 1.94 (-4) (-11) (-35) (-33)

Japan 10-yr 0.1 (-13) (-14) (-17) (-17)

GER 2-yr -0.48 (-3) (-4) (-14) (-14)
GER 5-yr -0.3 (-4) (-7) (-25) (-25)
GER 10-yr 0.35 (-6) (-14) (-28) (-28)

Belgium 10-yr 0.79 (-7) (-15) (-18) (-18)
France 10-yr 0.66 (-7) (-14) (-33) (-33)
Greece 10-yr 9.64 (5) (42) (136) (136)
Ireland 10-yr 0.98 (-7) (-9) (-18)
Italy 10-yr 1.44 (-7) (-13) (-16) (-16)
Netherlands 10-yr 0.46 (-7) (-14) (-33) (-33)
Portugal 10-yr 2.88 (-10) (-16) (36) (36)
Spain 10-yr 1.54 (-8) (-19) (-23) (-23)

Emerging Markets
Brazil 10-yr 16.18 (-44) (-58) (-33) (-33)
Chile 10-yr 4.58 (-1) (-4) (-8) (-8)
Colombia 10-yr 9.01 (-1) (2) (35) (36)
Mexico 10-yr 6.07 (-5) (-16) (-23) (-19)
Peru 10-yr 7.44 (0) (1) (14) (14)

Poland 10-yr 3.14 (-4) (4) (20) (20)
Russia 5-yr 10.45 (28) (-11) (57) (57)
Russia 10-yr 10.34 (26) (-13) (78) (78)
Turkey 10-yr 10.58 (-4) (-19) (13) (11)

India 10-yr 7.78 (-2) (0) (3) (2)
Indonesia 10-yr 8.26 (-17) (-14) (-50) (-48)

Country risk *(changes in bp)*

Developed Markets
10-yr sovereign spreads *(against Germany)*
Belgium 44 (-2) (-1) (10) (10)
France 31 (-2) (0) (-5) (-5)
Greece 929 (11) (56) (164) (164)
Ireland 63 (-2) (4) (10) (10)
Italy 109 (-2) (0) (13) (13)
Netherlands 11 (-1) (-0.4) (-5) (-5)
Portugal 253 (-4) (-2.2) (64) (64)
Spain 119 (-3) (-6) (5) (5)

5-yr sovereign spreads *(against Germany)*
Belgium 12 (-1) (-2.1) (4) (4)
France 17 (-2) (-2) (4) (4)
Greece 1632 (4) (7) (25) (25)
Ireland 33 (-1) (4) (7) (7)
Italy 74 (-2) (-3) (19) (19)
Netherlands 4 (-1) (-1.2) (3) (3)
Portugal 187 (1) (3) (76) (76)
Spain 76 (-3) (-7) (4) (4)

2-yr sovereign spreads *(against Germany)*
Belgium 5 (0) (0) (1) (1)
France 8 (1) (1.3) (5) (5)
Ireland 14 (0) (0) (-1) (0)
Italy 48 (2) (3) (16) (16)
Netherlands 3 (1) (1) (6) (6)
Portugal 87 (1) (4) (42) (42)
Spain 48 (2) (4) (13) (13)

5-yr sovereign CDS
5-yr CDS Belgium 39 (0) (2) (5) (7)
5-yr CDS France 27 (0) (-1) (2) (2)
5-yr CDS Germany 14 (0) (0) (1) (2)
5-yr CDS Greece 1294 (32) (-100) (305) (235)
5-yr CDS Ireland 46 (1) (0) (4) (6)
5-yr CDS Italy 112 (5) (-14) (24) (16)
5-yr CDS Netherlands 17 (0) (0) (1) (3)
5-yr CDS Portugal 213 (9) (-13) (49) (45)
5-yr CDS Spain 91 (1) (-16) (16) (2)
5-yr CDS UK 28 (0) (-1) (9) (9)
5-yr CDS US 21 (0) (0) (3) (2)

Emerging Markets
5-yr sovereign CDS
5-yr CDS Brazil 463 (4) (-26) (-18) (-29)
5-yr CDS Chile 135 (-3) (-8) (9) (8)
5-yr CDS Colombia 279 (-4) (-16) (44) (40)
5-yr CDS Mexico 194 (-2) (-10) (27) (24)
5-yr CDS Peru 207 (-5) (-9) (23) (22)
5-yr CDS Venezuela 8550 (-461) (-97) (2773) (2507)

5-yr CDS Poland88 (-2) (-14) (15) (16)
5-yr CDS Russia 313 (-10) (-61) (12) (12)
5-yr CDS Turkey 273 (4) (-23) (1) (0)

5-yr CDS China 125 (-2) (-1) (16) (16)
5-yr CDS India 170 (-2) (-6) (22) (22)
5-yr CDS Indonesia 233 (-5) (-15) (4) (6)

Credit risk

Risk indicators *(changes in percentage except for BAA spreads, bp)*
VIX 22.42 (0) (0.4) (29.7) (4)
VSTOXX 27.98 (-6.2) (-1.3) (26.2) (6)
EM EFT volatility Index 30 (0) (-5) (29) (32)
Dollar/euro volatility 8.6 (-1.5) (-2.9) (-10.4) (-10)
EM FX volatility index 12 (0) (-1) (4) (4)
Credit spread (BAA) 353.7 (3.5) (9.8) (25.6) (31)
US bonds volatility index 71 (0) (-8) (5) (5)

Bank risk *(changes in bp)*
US banks CDS 91 (-2) (-2) (17) (16)
EMU banks CDS 104 (3) (2) (23) (21)
UK banks CDS 98 (2) (-1) (22) (21)

Large Spanish banks CDS 153 (6) (-5) (20) (16)
Medium Spanish banks CDS 200 (6) (-1) (44) (43)

Greek banks CDS 1542 (18) (-42) (-115) (-110)
Russian banks CDS 414 (-10) (-59) (35) (32)

Corporate risk *(changes in bps)*
US Non-financial CDS 529 (29) (124) (151) (147)
EMU Non-financial CDS 189 (2) (-6) (18) (16)
UK Non-financial CDS 223 (1) (-8) (30) (31)

Interbank markets *(changes in bp)*

UEM OIS spread 3m 14 (1) (0) (3) (3)
UEM OIS spread 12m 41 (2) (2) (7) (7)
UEM TED spread 3m 31 (0) (-6.8) (-9) (-10)

US OIS spread 3m 23 (0) (0) (1) (0)
US OIS spread 12m 69 (2) (4) (14) (13)
US TED spread 3m 30 (1) (-2) (-17) (-15)

Spain Ted Spread 3m 17 (5) (8.9) (12) (12)

EONIA Index -0.24 (0) (0.2) (-10) (-11)
Euribor 3m -0.16 (0) (-1) (-3) (-3)
Euribor 12m 0.02 (-1) (-2) (-4) (-5)

Libor 3m 0.62 (0) (0) (1) (1)
Libor 12m 1.15 (0) (-1) (-2) (-3)

Stock markets *(Changes in percentage)*

Developed Markets
Main equity indices
S&P500 1893.4 (0) (-0.7) (-8.2) (-7)
DowJones 16069.6 (0) (-0.1) (-8.7) (-8)
Nikkei 17518.3 (2.8) (3.3) (-8) (-8)
FTSE 100 5992.5 (1) (1.6) (-4.5) (-4)
EuroStoxx 50 3004.1 (0.8) (-0.6) (-8.6) (-8)
IBEX8721 (1.5) (0) (-9.6) (-9)
DAX 9687.5 (0.5) (-0.8) (-9.8) (-10)
CAC4351.7 (0.7) (0.3) (-7) (-6)
MIB 18470.2 (1.5) (-2.9) (-13.8) (-14)
ASE Athens 544.3 (0.4) (1.9) (-10.9) (-14)

Bank stocks
US banks 77.5 (0) (-0.5) (-18.4) (-18)
JPM 57.3 (0) (0.6) (-14) (-13)
Citi 40.4 (0) (-1.6) (-22.8) (-22)
BoA 13.5 (0) (-0.2) (-20.6) (-20)
MS 25.2 (0) (-1.7) (-21.9) (-21)
GS 157.1 (0) (0.1) (-13.7) (-13)

UK banks 76 (1.4) (-2.5) (-13.9) (-13)
HSBC 485.5 (1.6) (1.2) (-9.7) (-9)
RBS 251.2 (0.2) (-4.2) (-17) (-17)
Barclays 182.4 (2.2) (-4.4) (-17.4) (-17)
Lloyds 64.9 (1.3) (-2.9) (-11.8) (-11)

EMU banks 86.4 (1.3) (-5) (-20.5) (-20)
BNP 43.2 (0.8) (-2.7) (-17.8) (-17)
Crédit Agricole 9 (1.3) (-2.6) (-17) (-17)
Deutsche Bank 16.2 (0.1) (-7.9) (-28.1) (-28)
ING 10.5 (2.1) (-3.8) (-16.9) (-16)
Intesa 2.6 (2.5) (-5) (-16.5) (-17)
SG 34.5 (1) (-3.7) (-19.3) (-19)
Unicredito 3.5 (0.6) (-11.3) (-31) (-31)

Large Spanish banks 64.7 (1.4) (-3) (-15.4) (-14)
Santander 3.9 (0.9) (-3.7) (-16) (-15)
BBVA 5.8 (1.8) (-2.5) (-15) (-14)

Medium Spanish banks 74.5 (4.5) (1.4) (-10.1) (-10)
Caixabank 2.8 (3.5) (-2.4) (-14.5) (-14)
Popular 2.5 (7.4) (5.3) (-19.1) (-18)
Sabadell 1.6 (10.4) (9.7) (-0.4) (0)
Bankinter 6.4 (0.8) (1.7) (-3.5) (-2)
Bankia 0.9 (1.7) (-6.7) (-15.3) (-16)

Greek banks 3.3 (-0.7) (1) (-26.1) (-28)
Alpha Bank1.8 (-2.2) (-0.6) (-27.5) (-29)
Pireus Bank0.2 (-2.2) (4.1) (-33.7) (-36)
National Central Bank0.2 (2.1) (-0.8) (-27.4) (-28)
Eurobank Ergasias0.8 (1.6) (4.3) (-22.8) (-26)

Emerging Markets
Main equity indices
MSCI Latam 56002 (0.77) (3.4) (-6.3) (-5.6)
Ibovespa (Brazil) 39217 (1.5) (3.1) (-9.5) (-9.5)
Mexbol 42393 (0) (1.9) (-1.4) (-1.4)

MSCI EM Europe 4143 (1.46) (6.9) (-3.4) (-2.5)
Poland 1760 (0.2) (1.9) (-5.4) (-5.4)
Micex (Russia) 1767 (-0.3) (2.8) (0.3) (0.3)
Ise 100 (Turkey) 73134 (1) (4.1) (-0.1) (2)

MSCI EM Asia 609 (0.41) (3.1) (-8.3) (-7.8)
Shanghai Composite (China) 2738 (3.09) (-6.1) (-23.4) (-22.6)
Jakarta Composite (Indonesia) 4615 (0.3) (3.6) (0.5) (0)

Bank stocks
Turkish banks 76 (1.3) (4.7) (1.1) (3.5)
Akbank T.A.S. 7 (1.9) (4.9) (2.6) (6.1)
Garanti 7 (0.7) (5) (2.3) (4.1)
Turkiye Is Bankasi 5 (1.3) (4.3) (-2.1) (-0.2)

Russian banks 142 (0.4) (5) (-6.4) (-6.4)
Sberbank 96 (-0.3) (5.4) (-4.8) (-4.8)
VTB Bank 0.1 (1.5) (4.5) (-8.8) (-8.8)

Currencies *(in percentage, positive for dollar depreciation)*

Developed Markets
EURUSD 1.087 (-0.67) (0.66) (-0.6) (0)
GBPUSD 1.43 (-0.7) (-0.03) (-3.7) (-3.2)
USDJPY 121.28 (-2.07) (-2.1) (-0.6) (-0.9)
DXY 99.42 (-0.9) (0.2) (-1.2) (-0.8)

Emerging Markets
USDARS (Argentina) 13.9 (-0.3) (-1.3) (-7.1) (-7.5)
USDBRL (Brazil) 4.03 (0.9) (1.5) (-1.9) (-1.8)
USDCLP (Chile) 710.06 (0) (0.8) (-0.3) (-0.2)
USDCOP (Colombia) 3294.23 (-0.4) (0.4) (-3.7) (-3.8)
USDMXN (Mexico) 18.21 (0.6) (1.2) (-4.8) (-5.8)
USDPEN (Peru) 3.47 (0) (-0.5) (-1.6) (-1.5)
LACI 60.42 (0.5) (0.8) (-3.2) (-3.5)

USDPLN (Poland) 4.08 (0) (1.3) (-4.7) (-3.9)
USDRUB (Russia) 75.75 (0.7) (3) (-3.5) (-4.5)
USDTRY (Turkey) 2.97 (0.1) (1.2) (-1.6) (-1.7)

USDCNY (China) 6.58 (0) (0) (-1.3) (-1.3)
USDINR (India) 67.79 (0.6) (-0.2) (-2.1) (-2.5)
USDIDR (Indonesia) 13778 (0.7) (0.5) (0.1) (0.1)
ADXY 105.51 (0.1) (0.1) (-0.9) (-1)

Commodities *(change in percentage)*

Brent 34.29 (1.2) (6.6) (-6) (-8)
WTx 33.62 (1.2) (4.4) (-8.1) (-9.2)
Copper 205.75 (0.4) (3) (-3.7) (-3.2)
Gold 1114.5 (-0.1) (1.5) (5) (5)
Baltic Dry Index 325 (0) (-8.2) (-32) (-32)
S&P GSCI Spot commodity index 296.263 (0) (2.1) (-4.2) (-4.9)
S&P GSCI Brent Spot 296.171 (0) (6) (-5.6) (-7.6)
S&P GSCI Metals Spot 246.93 (0) (2) (-3.1) (-2.4)
S&P GSCI Agricultural Spot 278.152 (0) (-1.8) (-1.9) (-1.9)

Source: Bloomberg, Datastream and Haver

Fuente: BBVA Research

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

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