Market Comment | Markets continue warming up to the idea of a Fed hike in June

Global Financial Markets Unit
23 May 2016

- **The euro zone composite PMI dropped unexpectedly in May** (by 0.1 points to 52.9; consensus: 53.2) due to a slight decrease in the industrial sector, weighed down by both weak global demand and European uncertainty. Meanwhile service sector expectations remained stable. Taking into account the PMI data, our model forecasts 0.3% QoQ GDP growth in 2Q16 (see). On another front, euro zone consumer confidence preliminary data surprised positively in May (to -7.0 points from -9.3; consensus: -9.0).

- **Hawkish tone of Fed officials persists. John Williams** insisted that two rate hikes are possible this year, and said that it will depend on the data. "We still get another month's data before the June (14-15 policy) meeting and we want to analyse that and come to our conclusion," he said. In addition, he considers that monetary policy could be more aggressive in 2017. "Over the rest of the year two or maybe three rate increases, maybe one or two more (than that) next year so maybe three or four next year - I think that's still about right," he said. **James Bullard,** St. Louis Federal Reserve President, highlighted the strength of the US labour market and the good progress made by inflation in its path towards 2%: “U.S. evidence from labour markets, actual inflation readings and global influences suggests the FOMC median projection may be more nearly correct,” he said, going on to warn about the threat of maintaining excessively low interest rates for much longer: "I do worry that keeping rates too low for too long could feed into future financial instability even if it doesn't look like we're in that situation today," he said.

- **No clear trend in financial assets after a very volatile week marked by the change in Fed officials’ tone.** Markets have continued the process of repricing financial assets, as today’s speeches from Fed officials have continued hinting at a higher probability of a rake hike in June. Meanwhile, concerns about global supply have returned to the markets, as the temporary factors that caused the fall in oil supply (Canada wildfires and the Libya issue) are fading. Iran’s determination to increase its oil exports has also weighed on oil prices today. Moreover, the USD’s appreciation (EUR: -0.2%, GBP: -0.24%) could also be fuelling today’s downward trend in commodity prices (Brent: -1.0%). The JPY is the only exception among major currencies. The Japanese currency appreciated (+0.64%) on the back of a better-than-expected trade surplus, although Governor Haruhiko Kuroda said that there is room for manoeuvre to ease monetary policy further, stating that "If necessary, we can further ease our monetary conditions in three dimensions. Quantitative, qualitative and interest rates." Meanwhile, EM currencies depreciated against the US dollar (RUB: -0.1%, BRL: -1.2%, CLP: -0.4%, COP: -0.2%, MXN: -0.5%) hampered by the deterioration in oil prices. On bond markets, the US treasury curve flattened, with short-term yields increasing by more than long-term yields, underpinned by the increased probability of a rate hike (2Y: +3 bps, 10Y: +1 bp). Meanwhile, European yields inched up, with the exception of Portugal and Greece. (GER 10Y: +2 bps, FRA 10Y: +1 bps, ITA 10Y: +2 bps, SPA 10Y: +2 bps, POR 10Y: -2bps). While Portugal’s yields dropped slightly, the Greek yield fell sharply (-19 bps) after the Greek Parliament approved tax increases and a new privatisation fund and freed up the sale of non-performing loans, which would pave the way for the disbursement of €11 billion from the third bailout package. European equity markets trended downwards (EuroStoxx 50: -0.8%, IBEX: -0.5%, DAX: -0.5%, CAC: -0.4%, MIB: -2.4%), pulled down by the Italian banking sector. The chemical sector was also a significant dragger today on the back of recent M&A movements. Meanwhile, US equity markets remained unchanged despite the hawkish tone of some Fed members.

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Table 1

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

Debt markets *(changes in bp)*

Developed Markets

US 2-yr 0.91 (3) (12) (10) (-14)
US 5-yr 1.39 (2) (13) (6) (-37)
US 10-yr 1.85 (1) (10) (-1) (-42)

Japan 10-yr -0.09 (2) (1) (2) (-36)

GER 2-yr -0.51 (0) (1) (-2) (-16)
GER 5-yr -0.35 (1) (3) (-4) (-30)
GER 10-yr 0.18 (2) (4) (-8) (-45)

Belgium 10-yr 0.56 (1) (3) (-5) (-41)
France 10-yr 0.52 (1) (3) (-5) (-47)
Greece 10-yr 7.26 (-19) (-14) (-153) (-102)
Ireland 10-yr 0.85 (1) (5) (-6)
Italy 10-yr 1.49 (2) (1) (3) (-11)
Netherlands 10-yr 0.4 (2) (3) (-5) (-40)
Portugal 10-yr 3.09 (-2) (-5) (-11) (57)
Spain 10-yr 1.58 (2) (-2) (-1) (-19)

Emerging Markets

Brazil 10-yr 12.76 (28) (43) (-21) (-375)
Chile 10-yr 4.56 (0) (13) (19) (-16)
Colombia 10-yr 8.08 (1) (5) (-5) (-58)
Mexico 10-yr 6.16 (6) (18) (25) (-10)
Peru 10-yr 6.1 (0) (-12) (-10) (-121)

Poland 10-yr 3.11 (3) (19) (12) (16)
Russia 5-yr 9.12 (4) (16) (-11) (-76)
Russia 10-yr 8.99 (4) (14) (-13) (-57)
Turkey 10-yr 10.14 (11) (19) (115) (-33)

India 10-yr 7.47 (-1) (1) (-1) (-30)
Indonesia 10-yr 7.93 (0) (20) (48) (-81)

Country risk *(changes in bp)*

Developed Markets

10-yr sovereign spreads *(against Germany)*

Belgium 38 (0) (-1) (1) (4)
France 34 (0) (-1) (1) (-2)
Greece 708 (-21) (-18) (-147) (-57)
Ireland 67 (-1) (1) (0) (15)
Italy 131 (0) (-3) (8) (34)
Netherlands 21 (0) (-0.7) (1) (5)
Portugal 291 (-4) (-8.4) (-5) (102)
Spain 140 (0) (-6) (4) (26)

5-yr sovereign spreads *(against Germany)*

Belgium 4 (-1) (-2.4) (-2) (-4)
France 19 (0) (-1) (6) (6)
Greece 1637 (-1) (-3) (4) (30)
Ireland 34 (-1) (-1) (-1) (8)
Italy 72 (0) (-1) (1) (18)
Netherlands -2 (0) (-0.9) (0) (-2)
Portugal 217 (-4) (-12) (-15) (106)
Spain 88 (0) (-4) (14) (16)

2-yr sovereign spreads *(against Germany)*

Belgium 4 (0) (-1) (0) (0)
France 9 (0) (0.3) (6) (6)
Ireland 16 (0) (-1) (-2) (1)
Italy 45 (1) (0) (-4) (14)
Netherlands 0 (0) (-2) (0) (3)
Portugal 105 (-5) (-9) (-11) (60)
Spain 41 (0) (-3) (-6) (6)

5-yr sovereign CDS

5-yr CDS Belgium 50 (0) (1) (-1) (18)
5-yr CDS France 38 (-1) (1) (1) (12)
5-yr CDS Germany 19 (-2) (2) (0) (7)
5-yr CDS Greece 1003 (21) (-28) (-118) (-55)
5-yr CDS Ireland 66 (2) (-2) (-1) (26)
5-yr CDS Italy 128 (-1) (-1) (-1) (33)
5-yr CDS Netherlands 27 (2) (-2) (1) (13)
5-yr CDS Portugal 261 (0) (-4) (-3) (93)
5-yr CDS Spain 95 (0) (-1) (2) (6)
5-yr CDS UK 34 (-1) (0) (-4) (14)
5-yr CDS US 21 (0) (0) (0) (3)

Emerging Markets

5-yr sovereign CDS

5-yr CDS Brazil 339 (-6) (17) (11) (-153)
5-yr CDS Chile 108 (-1) (8) (17) (-19)
5-yr CDS Colombia 232 (0) (5) (30) (-7)
5-yr CDS Mexico 174 (-2) (8) (26) (4)
5-yr CDS Peru 164 (0) (6) (20) (-21)
5-yr CDS Venezuela 5273 (-247) (510) (-184) (-770)

5-yr CDS Poland84 (-2) (1) (12)
5-yr CDS Russia 263 (-1) (12) (22) (-38)
5-yr CDS Turkey 275 (0) (9) (53) (2)

5-yr CDS China 125 (-5) (-3) (5) (16)
5-yr CDS India 166 (5) (3) (9) (17)
5-yr CDS Indonesia 190 (-7) (5) (-1) (-37)

Credit risk

Risk indicators *(changes in percentage except for BAA spreads, bp)*

VIX 15.68 (3.2) (6.8) (12.4) (-3)
VSTOXX 23.4 (3.5) (-3.3) (15.2) (1)
EM EFT volatility Index 23 (-2) (-3) (7) (1)
Dollar/euro volatility 8.9 (0.6) (0.5) (15) (-8)
EM FX volatility index 11 (1) (0) (2) (-4)
Credit spread (BAA) 285.8 (-1.4) (-3.9) (-5.7) (-37)
US bonds volatility index 69 (0) (2) (0) (1)

Bank risk *(changes in bp)*

US banks CDS 86 (0) (1) (8) (11)
EMU banks CDS 113 (-4) (-4) (8) (29)
UK banks CDS 113 (-5) (-10) (3) (36)

Large Spanish banks CDS 136 (-6) (-1) (21) (-1)
Medium Spanish banks CDS 189 (-3) (-4) (-3) (31)

Greek banks CDS 1361 (29) (-10) (-313) (-291)
Russian banks CDS 366 (3) (6) (13) (-16)

Corporate risk *(changes in bps)*

US Non-financial CDS 241 (-2) (-5) (19) (-140)
EMU Non-financial CDS 286 (0) (-5) (67) (113)
UK Non-financial CDS 183 (-1) (0) (9) (-9)

Interbank markets *(changes in bp)*

UEM OIS spread 3m 8 (0) (0) (-1) (-2)
UEM OIS spread 12m 36 (0) (-1) (-1) (3)
UEM TED spread 3m 32 (0) (1.3) (-5) (-9)

US OIS spread 3m 21 (-1) (-3) (-4) (-2)
US OIS spread 12m 69 (-2) (-4) (-4) (13)
US TED spread 3m 34 (-2) (-2) (-7) (-11)

Spain Ted Spread 3m 13 (-1) (-6.6) (7) (8)

EONIA Index -0.34 (0) (1.2) (1) (-21)
Euribor 3m -0.26 (0) (-0.1) (-1) (-13)
Euribor 12m -0.01 (0) (0) (0) (-7)

Libor 3m 0.66 (0) (4) (2) (5)
Libor 12m 1.3 (0) (7) (6) (12)

Stock markets *(Changes in percentage)*

Developed Markets

Main equity indices

S&P500 2052.5 (0) (-0.7) (-1.9) (0)
DowJones 17503.9 (0) (-1.2) (-2.7) (0)
Nikkei 16654.6 (-0.5) (1.1) (-4.1) (-12)
FTSE 100 6147.5 (-0.1) (-0.1) (-3.7) (-2)
EuroStoxx 50 2939.8 (-0.8) (-0.4) (-6.7) (-10)
IBEX8728.8 (-0.5) (0.5) (-5.1) (-9)
DAX 9861.9 (-0.5) (-0.9) (-5.5) (-8)
CAC4334.5 (-0.4) (0.5) (-5.4) (-7)
MIB 17377 (-2.4) (-2) (-7.2) (-19)
ASE Athens 649.1 (1.5) (4.6) (8.4) (3)

Bank stocks

US banks 82.8 (-0.1) (2.5) (-3) (-12)
JPM 63.4 (-0.2) (2.8) (-0.3) (-4)
Citi 44.9 (0.1) (4.1) (-3.6) (-13)
BoA 14.5 (-0.1) (4.1) (-2.7) (-14)
MS 26.7 (-0.2) (1.9) (-2) (-16)
GS 154.3 (-0.1) (-0.7) (-6.7) (-14)

HSBC 428.3 (-0.2) (-0.1) (-9.2) (-20)
RBS 235.3 (1.5) (10.7) (-7.2) (-22)
Barclays 176.3 (0.3) (7.8) (2.5) (-19)
Lloyds 70.4 (0.1) (5.7) (2.5) (-4)

EMU banks 82.5 (-1.1) (2.7) (-8.8) (-24)
BNP 46.1 (0.7) (4.9) (-3.3) (-12)
Crédit Agricole 8.8 (-0.5) (2.3) (-12.2) (-19)
Deutsche Bank 15.2 (0.4) (3.5) (-9.1) (-33)
ING 10.5 (0) (2.5) (-8.3) (-16)
Intesa 2.2 (-5.9) (-1) (-12.5) (-29)
SG 34.9 (0.6) (4.8) (-1.8) (-18)
Unicredito 2.9 (-2.9) (1.7) (-17.3) (-43)

Large Spanish banks 64.6 (-1.4) (0.5) (-11.6) (-14)
Santander 4.1 (-1.4) (0.8) (-7.9) (-10)
BBVA 5.6 (-1.4) (0.3) (-14.5) (-18)

Medium Spanish banks 68.9 (-0.3) (2.1) (-9.6) (-16)
Caixabank 2.4 (-0.6) (1.2) (-13) (-24)
Popular 2.1 (-0.5) (2) (-16.2) (-31)
Sabadell 1.6 (-0.1) (3.2) (-7) (-2)
Bankinter 6.5 (-0.3) (3.2) (-2.5) (0)
Bankia 0.8 (0.1) (-0.1) (-13.8) (-29)

Greek banks 4.9 (5.1) (17.9) (29.3) (8)
Alpha Bank2.7 (4.3) (22) (25.5) (7)
Pireus Bank0.3 (3.7) (8.9) (13.8) (10)
National Central Bank0.3 (6.8) (14.2) (14.2) (-4)
Eurobank Ergasias1.2 (6.4) (12.5) (42.9) (13)

Emerging Markets

Main equity indices

MSCI Latam 64959 (-0.34) (-2.7) (-5) (9.5)
Ibovespa (Brazil) 49428 (-0.6) (-4.6) (-7.8) (14)
Mexbol 45079 (-0.2) (-1.7) (-1) (4.9)

MSCI EM Europe 4439 (-0.28) (-1.3) (-5.5) (4.5)
Poland 1819 (0.7) (-1.9) (-6.7) (-2.2)
Micex (Russia) 1873 (-1) (-2.2) (-4) (6.3)
Ise 100 (Turkey) 76766 (0.5) (-0.3) (-10.4) (7)

MSCI EM Asia 632 (0.18) (0) (-5) (-4.3)
Shanghai Composite (China) 2844 (0.64) (-0.3) (-3.7) (-19.7)
Jakarta Composite (Indonesia) 4744 (0.7) (0.3) (-3.3) (3)

Bank stocks

Turkish banks 77 (1.7) (1) (-12.5) (4.4)
Akbank T.A.S. 8 (2.1) (2.1) (-10.3) (14.3)
Garanti 7 (1.9) (0.7) (-14.6) (3.8)
Turkiye Is Bankasi 4 (0.9) (0) (-12.9) (-6.3)

Russian banks 162 (-0.2) (-1.1) (-0.1) (6.7)
Sberbank 122 (0) (-0.5) (2.3) (20.4)
VTB Bank 0.1 (-0.7) (-2.2) (-5) (-14.6)

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

Developed Markets

EURUSD 1.12 (-0.2) (-1.05) (-0.8) (3.1)
GBPUSD 1.45 (-0.24) (0.45) (1) (-1.8)
USDJPY 109.45 (0.64) (-0.39) (0) (9)
DXY 95.36 (0) (-0.8) (-0.8) (3.3)

Emerging Markets

USDARS (Argentina) 13.99 (0.6) (1) (2) (-8.2)
USDBRL (Brazil) 3.56 (-1.2) (-1.8) (-1) (10)
USDCLP (Chile) 693.77 (-0.4) (0.1) (-4.3) (2.1)
USDCOP (Colombia) 3058.38 (-0.2) (-1) (-4) (3.7)
USDMXN (Mexico) 18.44 (-0.5) (-0.8) (-5.6) (-7.2)
USDPEN (Peru) 3.34 (-0.3) (-0.4) (-2.3) (2.1)
LACI 63.25 (-0.8) (-0.6) (-2.8) (1)

USDPLN (Poland) 3.97 (-0.7) (-2.8) (-3.6) (-1.1)
USDRUB (Russia) 66.89 (-0.1) (-3) (-0.2) (7.8)
USDTRY (Turkey) 2.99 (-0.5) (-0.5) (-5.6) (-2.5)

USDCNY (China) 6.56 (-0.1) (-0.5) (-1.1) (-1)
USDINR (India) 67.5 (-0.1) (-1) (-1.7) (-2)
USDIDR (Indonesia) 13574 (0.2) (-2) (-3.2) (1.6)
ADXY 106.51 (0.1) (-0.6) (-1.6) (0)

Commodities *(change in percentage)*

Brent 48.24 (-1) (-1.5) (8.3) (29.4)
WTx 48.13 (0.8) (0.9) (11.5) (29.9)
Copper 206.35 (0.2) (-1.3) (-8.4) (-2.9)
Gold 1247.72 (-0.4) (-2.1) (0) (17.6)
Baltic Dry Index 625 (0) (2) (-6.7) (30.8)
S&P GSCI Spot commodity index 367.304 (0.1) (1.5) (4.2) (18.8)
S&P GSCI Brent Spot 419.32 (-0.1) (2.3) (8) (33.6)
S&P GSCI Metals Spot 253.94 (0) (-0.5) (-6.4) (-0.4)
S&P GSCI Agricultural Spot 304.973 (0.7) (0.2) (-1.4) (7.5)

Source: Bloomberg, Datastream and Haver

BBVA Research

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

Debt markets *(changes in bp)*

Developed Markets
US 2-yr 0.91 (3) (12) (10) (-14)
US 5-yr 1.39 (2) (13) (6) (-37)
US 10-yr 1.85 (1) (10) (-1) (-42)

Japan 10-yr -0.09 (2) (1) (2) (-36)

GER 2-yr -0.51 (0) (1) (-2) (-16)
GER 5-yr -0.35 (1) (3) (-4) (-30)
GER 10-yr 0.18 (2) (4) (-6) (-45)

Belgium 10-yr 0.56 (1) (3) (-5) (-41)
France 10-yr 0.52 (1) (3) (-5) (-47)
Greece 10-yr 7.26 (-19) (-14) (-153) (-102)
Ireland 10-yr 0.85 (1) (5) (-6)
Italy 10-yr 1.49 (2) (1) (3) (-11)
Netherlands 10-yr 0.4 (2) (3) (-5) (-40)
Portugal 10-yr 3.09 (-2) (-5) (-11) (57)
Spain 10-yr 1.58 (2) (-2) (-1) (-19)

Emerging Markets
Brazil 10-yr 12.76 (28) (43) (-21) (-375)
Chile 10-yr 4.56 (0) (13) (19) (-10)
Colombia 10-yr 8.08 (1) (5) (-5) (-58)
Mexico 10-yr 6.16 (6) (18) (25) (-10)
Peru 10-yr 6.1 (0) (-12) (-10) (-121)

Poland 10-yr 3.11 (3) (19) (12) (16)
Russia 5-yr 9.12 (4) (16) (-11) (-76)
Russia 10-yr 8.99 (4) (14) (-13) (-57)
Turkey 10-yr 10.14 (11) (19) (115) (-33)

India 10-yr 7.47 (-1) (1) (-1) (-30)
Indonesia 10-yr 7.93 (0) (20) (48) (-81)

Country risk *(changes in bp)*

Developed Markets
10-yr sovereign spreads *(against Germany)*
Belgium 38 (0) (-1) (1) (4)
France 34 (0) (-1) (1) (-2)
Greece 708 (-21) (-18) (-147) (-57)
Ireland 67 (-1) (1) (0) (15)
Italy 131 (0) (-3) (8) (34)
Netherlands 21 (0) (-0.7) (1) (5)
Portugal 291 (-4) (-8.4) (-5) (102)
Spain 140 (0) (-6) (4) (26)

5-yr sovereign spreads *(against Germany)*
Belgium 4 (-1) (-2.4) (-2) (-4)
France 19 (0) (-1) (6) (6)
Greece 1637 (-1) (-3) (4) (30)
Ireland 34 (-1) (-1) (-1) (8)
Italy 72 (0) (-1) (1) (18)
Netherlands -2 (0) (-0.9) (0) (-2)
Portugal 217 (-4) (-12) (-15) (106)
Spain 88 (0) (-4) (14) (16)

2-yr sovereign spreads *(against Germany)*
Belgium 4 (0) (-1) (0) (0)
France 9 (0) (0.3) (6) (6)
Ireland 16 (0) (-1) (-2) (1)
Italy 45 (1) (0) (-4) (14)
Netherlands 0 (0) (-2) (0) (3)
Portugal 105 (-5) (-9) (-11) (60)
Spain 41 (0) (-3) (-6) (6)

5-yr sovereign CDS
5-yr CDS Belgium 50 (0) (1) (-1) (18)
5-yr CDS France 38 (-1) (1) (1) (12)
5-yr CDS Germany 19 (-2) (2) (0) (7)
5-yr CDS Greece 1003 (21) (-28) (-118) (-55)
5-yr CDS Ireland 66 (2) (-2) (-1) (26)
5-yr CDS Italy 128 (-1) (-1) (-1) (33)
5-yr CDS Netherlands 27 (2) (-2) (1) (13)
5-yr CDS Portugal 261 (0) (-4) (-3) (93)
5-yr CDS Spain 95 (0) (-1) (2) (6)
5-yr CDS UK 34 (-1) (0) (-4) (14)
5-yr CDS US 21 (0) (0) (0) (3)

Emerging Markets
5-yr sovereign CDS
5-yr CDS Brazil 339 (-6) (17) (11) (-153)
5-yr CDS Chile 108 (-1) (8) (17) (-19)
5-yr CDS Colombia 232 (0) (5) (30) (-7)
5-yr CDS Mexico 174 (-2) (8) (26) (4)
5-yr CDS Peru 164 (0) (6) (20) (-21)
5-yr CDS Venezuela 5273 (-247) (510) (-184) (-770)

5-yr CDS Poland84 (-2) (-2) (1) (12)
5-yr CDS Russia 263 (-1) (12) (22) (-38)
5-yr CDS Turkey 275 (0) (9) (53) (2)

5-yr CDS China 125 (-5) (-3) (5) (16)
5-yr CDS India 166 (5) (3) (9) (17)
5-yr CDS Indonesia 190 (-7) (5) (-1) (-37)

Credit risk

Risk indicators *(changes in percentage except for BAA spreads, bp)*
VIX 15.68 (3.2) (6.8) (12.4) (-3)
VSTOXX 23.4 (3.5) (-3.3) (15.2) (1)
EM EFT volatility Index 23 (-2) (-3) (7) (1)
Dollar/euro volatility 8.9 (0.6) (0.5) (15) (-8)
EM FX volatility index 11 (1) (0) (2) (-4)
Credit spread (BAA) 285.8 (-1.4) (-3.9) (-5.7) (-37)
US bonds volatility index 69 (0) (2) (0) (1)

Bank risk *(changes in bp)*
US banks CDS 86 (0) (1) (8) (11)
EMU banks CDS 113 (-4) (-4) (8) (29)
UK banks CDS 113 (-5) (-10) (3) (36)

Large Spanish banks CDS 136 (-6) (-1) (21) (-1)
Medium Spanish banks CDS 189 (-3) (-4) (-3) (31)

Greek banks CDS 1361 (29) (-10) (-313) (-291)
Russian banks CDS 366 (3) (6) (13) (-16)

Corporate risk *(changes in bps)*
US Non-financial CDS 241 (-2) (-5) (19) (-140)
EMU Non-financial CDS 286 (0) (-5) (67) (113)
UK Non-financial CDS 183 (-1) (0) (9) (-9)

Interbank markets *(changes in bp)*

UEM OIS spread 3m 8 (0) (0) (-1) (-2)
UEM OIS spread 12m 36 (0) (-1) (-1) (3)
UEM TED spread 3m 32 (0) (1.3) (-5) (-9)

US OIS spread 3m 21 (-1) (-3) (-4) (-2)
US OIS spread 12m 69 (-2) (-4) (-4) (13)
US TED spread 3m 34 (-2) (-2) (-7) (-11)

Spain Ted Spread 3m 13 (-1) (-6.6) (7) (8)

EONIA Index -0.34 (0) (1.2) (1) (-21)
Euribor 3m -0.26 (0) (-0.1) (-1) (-13)
Euribor 12m -0.01 (0) (0) (0) (-7)

Libor 3m 0.66 (0) (4) (2) (5)
Libor 12m 1.3 (0) (7) (6) (12)

Stock markets *(Changes in percentage)*

Developed Markets
Main equity indices
S&P500 2052.5 (0) (-0.7) (-1.9) (0)
DowJones 17503.9 (0) (-1.2) (-2.7) (0)
Nikkei 16654.6 (-0.5) (1.1) (-4.1) (-12)
FTSE 100 6147.5 (-0.1) (-0.1) (-3.7) (-2)
EuroStoxx 50 2939.8 (-0.8) (-0.4) (-6.7) (-10)
IBEX8728.8 (-0.5) (0.5) (-5.1) (-9)
DAX 9861.9 (-0.5) (-0.9) (-5.5) (-8)
CAC4334.5 (-0.4) (0.5) (-5.4) (-7)
MIB 17377 (-2.4) (-2) (-7.2) (-19)
ASE Athens 649.1 (1.5) (4.6) (8.4) (3)

Bank stocks
US banks 82.8 (-0.1) (2.5) (-3) (-12)
JPM 63.4 (-0.2) (2.8) (-0.3) (-4)
Citi 44.9 (0.1) (4.1) (-3.6) (-13)
BoA 14.5 (-0.1) (4.1) (-2.7) (-14)
MS 26.7 (-0.2) (1.9) (-2) (-16)
GS 154.3 (-0.1) (-0.7) (-6.7) (-14)

HSBC 428.3 (-0.2) (-0.1) (-9.2) (-20)
RBS 235.3 (1.5) (10.7) (-7.2) (-22)
Barclays 176.3 (0.3) (7.8) (2.5) (-19)
Lloyds 70.4 (0.1) (5.7) (2.5) (-4)

EMU banks 82.5 (-1.1) (2.7) (-8.8) (-24)
BNP 46.1 (0.7) (4.9) (-3.3) (-12)
Crédit Agricole 8.8 (-0.5) (2.3) (-12.2) (-19)
Deutsche Bank 15.2 (0.4) (3.5) (-9.1) (-33)
ING 10.5 (0) (2.5) (-8.3) (-16)
Intesa 2.2 (-5.9) (-1) (-12.5) (-29)
SG 34.9 (0.6) (4.8) (-1.8) (-18)
Unicredito 2.9 (-2.9) (1.7) (-17.3) (-43)

Large Spanish banks 64.6 (-1.4) (0.5) (-11.6) (-14)
Santander 4.1 (-1.4) (0.8) (-7.9) (-10)
BBVA 5.6 (-1.4) (0.3) (-14.5) (-18)

Medium Spanish banks 68.9 (-0.3) (2.1) (-9.6) (-16)
Caixabank 2.4 (-0.6) (1.2) (-13) (-24)
Popular 2.1 (-0.5) (2) (-16.2) (-31)
Sabadell 1.6 (-0.1) (3.2) (-7) (-2)
Bankinter 6.5 (-0.3) (3.2) (-2.5) (0)
Bankia 0.8 (0.1) (-0.1) (-13.8) (-29)

Greek banks 4.9 (5.1) (17.9) (29.3) (8)
Alpha Bank2.7 (4.3) (22) (25.5) (7)
Pireus Bank0.3 (3.7) (8.9) (13.8) (10)
National Central Bank0.3 (6.8) (14.2) (14.2) (-4)
Eurobank Ergasias1.2 (6.4) (12.5) (42.9) (13)

Emerging Markets
Main equity indices
MSCI Latam 64959 (-0.34) (-2.7) (-5) (9.5)
Ibovespa (Brazil) 49428 (-0.6) (-4.6) (-7.8) (14)
Mexbol 45079 (-0.2) (-1.7) (-1) (4.9)

MSCI EM Europe 4439 (-0.28) (-1.3) (-5.5) (4.5)
Poland 1819 (0.7) (-1.9) (-6.7) (-2.2)
Micex (Russia) 1873 (-1) (-2.2) (-4) (6.3)
Ise 100 (Turkey) 76766 (0.5) (-0.3) (-10.4) (7)

MSCI EM Asia 632 (0.18) (0) (-5) (-4.3)
Shanghai Composite (China) 2844 (0.64) (-0.3) (-3.7) (-19.7)
Jakarta Composite (Indonesia) 4744 (0.7) (0.3) (-3.3) (3)

Bank stocks
Turkish banks 77 (1.7) (1) (-12.5) (4.4)
Akbank T.A.S. 8 (2.1) (2.1) (-10.3) (14.3)
Garanti 7 (1.9) (0.7) (-14.6) (3.8)
Turkiye Is Bankasi 4 (0.9) (0) (-12.9) (-6.3)

Russian banks 162 (-0.2) (-1.1) (-0.1) (6.7)
Sberbank 122 (0) (-0.5) (2.3) (20.4)
VTB Bank 0.1 (-0.7) (-2.2) (-5) (-14.6)

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

Developed Markets
EURUSD 1.12 (-0.2) (-1.05) (-0.8) (3.1)
GBPUSD 1.45 (-0.24) (0.45) (1) (-1.8)
USDJPY 109.45 (0.64) (-0.39) (0) (9)
DXY 95.36 (0) (-0.8) (-0.8) (3.3)

Emerging Markets
USDARS (Argentina) 13.99 (0.6) (1) (2) (-8.2)
USDBRL (Brazil) 3.56 (-1.2) (-1.8) (-1) (10)
USDCLP (Chile) 693.77 (-0.4) (0.1) (-4.3) (2.1)
USDCOP (Colombia) 3058.38 (-0.2) (-1) (-4) (3.7)
USDMXN (Mexico) 18.44 (-0.5) (-0.8) (-5.6) (-7.2)
USDPEN (Peru) 3.34 (-0.3) (-0.4) (-2.3) (2.1)
LACI 63.25 (-0.8) (-0.6) (-2.8) (1)

USDPLN (Poland) 3.97 (-0.7) (-2.8) (-3.6) (-1.1)
USDRUB (Russia) 66.89 (-0.1) (-3) (-0.2) (7.8)
USDTRY (Turkey) 2.99 (-0.5) (-0.5) (-5.6) (-2.5)

USDCNY (China) 6.56 (-0.1) (-0.5) (-1.1) (-1)
USDINR (India) 67.5 (-0.1) (-1) (-1.7) (-2)
USDIDR (Indonesia) 13574 (0.2) (-2) (-3.2) (1.6)
ADXY 106.51 (0.1) (-0.6) (-1.6) (0)

Commodities *(change in percentage)*

Brent 48.24 (-1) (-1.5) (8.3) (29.4)
WTx 48.13 (0.8) (0.9) (11.5) (29.9)
Copper 206.35 (0.2) (-1.3) (-8.4) (-2.9)
Gold 1247.72 (-0.4) (-2.1) (0) (17.6)
Baltic Dry Index 625 (0) (2) (-6.7) (30.8)
S&P GSCI Spot commodity index 367.304 (0.1) (1.5) (4.2) (18.8)
S&P GSCI Brent Spot 419.32 (-0.1) (2.3) (8) (33.6)
S&P GSCI Metals Spot 253.94 (0) (-0.5) (-6.4) (-0.4)
S&P GSCI Agricultural Spot 304.973 (0.7) (0.2) (-1.4) (7.5)

Source: Bloomberg, Datastream and Haver

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

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