

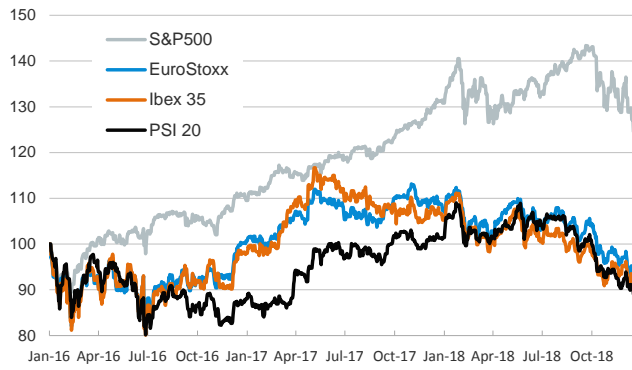
- ▶ Stocks started the week with higher volatility and the main U.S. benchmarks slid to their lowest close in 14 months. Losses in European indices stood around 1% and EM equities declined moderately.
- ▶ In fixed-income markets, the yield on U.S. 10-year Treasuries fluctuated below 2.90%. Meanwhile, euro area sovereign yields remained roughly stable.
- ▶ In FX markets, the euro fluctuated around \$1.13 and most EM currencies appreciated against the USD. The movement was led by Mexico's peso, which appreciated by 0.8% after the new government unveiled the budget for 2019 (in which it aims at a 1.0% primary surplus).
- ▶ In oil markets, the price of the barrel of Brent declined below \$60.
- ▶ In the UK, PM Theresa May announced that the withdrawal agreement will be put to a vote in Parliament in the week of January 14.
- ▶ In the euro area, headline inflation stood at 1.9% in November (-0.1pp from the flash release) and core inflation was confirmed at 1.1%.

| Interest Rates (%) | 12/17 | 12/14 | Daily Change (basis points) | Weekly Change (basis points) | YTD (basis points) | YoY Change (basis points) |
|-------------------------------------|--------|--------|-----------------------------|------------------------------|--------------------|---------------------------|
| Eurozone | | | | | | |
| ECB - Official Interest Rate (Refi) | 0.00 | 0.00 | 0 | 0 | 0 | 0 |
| Eonia | -0.36 | -0.36 | 0 | -1 | -2 | -1 |
| Swap Eonia (10Y) | 0.70 | 0.70 | 0 | 1 | 1 | 9 |
| 3 months (Euribor) | -0.31 | -0.31 | 0 | 0 | 2 | 2 |
| 12 months (Euribor) | -0.13 | -0.13 | 0 | 1 | 6 | 7 |
| Germany - 2-Year Bond | -0.61 | -0.61 | 0 | -3 | 2 | 10 |
| Germany - 10-Year Bond | 0.26 | 0.25 | 0 | 1 | -17 | -5 |
| France - 10-Year Bond | 0.74 | 0.71 | 3 | 4 | -5 | 11 |
| Spain - 10-Year Bond | 1.40 | 1.41 | -1 | -4 | -17 | -4 |
| Portugal - 10-Year Bond | 1.65 | 1.66 | -1 | -13 | -29 | -13 |
| Italy - 10-Year Bond | 2.96 | 2.94 | 2 | -15 | 95 | 116 |
| Risk premium - Spain (10Y) | 114 | 116 | -2 | -5 | 0 | 2 |
| Risk premium - Portugal (10Y) | 140 | 141 | -2 | -14 | -12 | -8 |
| Risk premium - Italy (10Y) | 270 | 268 | 2 | -16 | 112 | 121 |
| US | | | | | | |
| Fed - Upper Bound | 2.25 | 2.25 | 0 | 0 | 75 | 75 |
| 3 months (Libor) | 2.80 | 2.80 | 0 | 2 | 111 | 117 |
| 12 months (Libor) | 3.10 | 3.10 | 0 | 2 | 99 | 104 |
| 2-Year Bond | 2.69 | 2.73 | -4 | -4 | 81 | 86 |
| 10-Year Bond | 2.86 | 2.89 | -3 | 0 | 45 | 47 |
| Stock Markets | | | | | | |
| | 12/17 | 12/14 | Daily Change (%) | Weekly Change (%) | YTD (%) | YoY Change (%) |
| CaixaBank | 3.36 | 3.39 | -1.0 | 1.7 | -13.7 | -14.6 |
| Ibex 35 | 8813 | 8886 | -0.8 | 1.8 | -12.3 | -14.0 |
| PSI 20 | 4731 | 4803 | -1.5 | -1.3 | -12.2 | -12.9 |
| MIB | 18693 | 18911 | -1.1 | 1.5 | -14.5 | -16.5 |
| DAX | 10772 | 10866 | -0.9 | 1.4 | -16.6 | -19.1 |
| CAC 40 | 4800 | 4854 | -1.1 | 1.2 | -9.7 | -11.5 |
| Eurostoxx50 | 3064 | 3093 | -0.9 | 1.5 | -12.6 | -15.1 |
| FTSE 100 | 6773 | 6845 | -1.1 | 0.8 | -11.9 | -10.1 |
| S&P 500 | 2546 | 2600 | -2.1 | -3.5 | -4.8 | -5.4 |
| Nasdaq | 6754 | 6911 | -2.3 | -3.8 | -2.2 | -3.4 |
| Nikkei 225 | 21507 | 21375 | 0.6 | 1.4 | -5.5 | -6.1 |
| MSCI Emerging Index | 968 | 972 | -0.4 | 0.5 | -16.5 | -14.4 |
| MSCI Emerging Asia | 489 | 490 | -0.3 | 0.5 | -16.7 | -14.8 |
| MSCI Emerging Latin America | 2510 | 2549 | -1.5 | 0.2 | -11.2 | -9.8 |
| Shanghai | 2598 | 2594 | 0.2 | 0.5 | -21.4 | -20.5 |
| VIX Index | 24.52 | 21.63 | 13.4 | 8.3 | 122.1 | 157.3 |
| Currencies | | | | | | |
| | 12/17 | 12/14 | Daily Change (%) | Weekly Change (%) | YTD (%) | YoY Change (%) |
| EUR/USD | 1.135 | 1.131 | 0.4 | -0.1 | -5.5 | -3.7 |
| EUR/GBP | 0.90 | 0.90 | 0.1 | -0.5 | 1.3 | 2.1 |
| EUR/CHF | 1.13 | 1.13 | -0.1 | 0.2 | -3.7 | -3.0 |
| USD/JPY | 112.83 | 113.39 | -0.5 | -0.4 | 0.1 | 0.2 |
| USD/CNY | 6.90 | 6.91 | -0.2 | -0.2 | 6.0 | 4.2 |
| USD/MXN | 20.08 | 20.24 | -0.8 | -1.1 | 2.1 | 5.2 |
| Commodities | | | | | | |
| | 12/17 | 12/14 | Daily Change (%) | Weekly Change (%) | YTD (%) | YoY Change (%) |
| Global Commodities Index | 80.3 | 81.3 | -1.2 | -3.0 | -9.0 | -5.0 |
| Brent (US\$/barrel) | 59.6 | 60.3 | -1.1 | -0.6 | -10.9 | -6.0 |
| Gold (US\$/ounce) | 1245.9 | 1238.5 | 0.6 | 0.1 | -4.4 | -1.3 |
| Metal Index | 191.2 | 191.4 | -0.1 | 0.8 | -16.9 | -11.6 |
| Agricultural Index | 253.4 | 253.8 | -0.2 | -0.1 | -0.6 | 0.8 |

Note (*): one more day for Asian stock markets

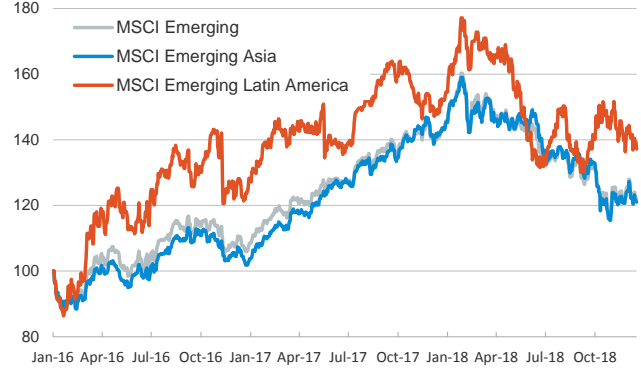
Main advanced stock markets

Index (100=January 2016)



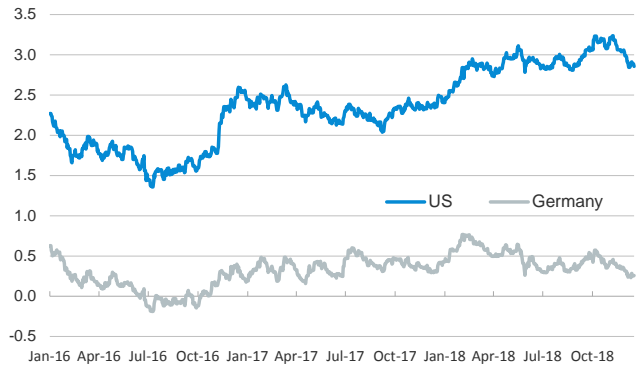
Emerging economies stock markets

Index (100=January 2016)



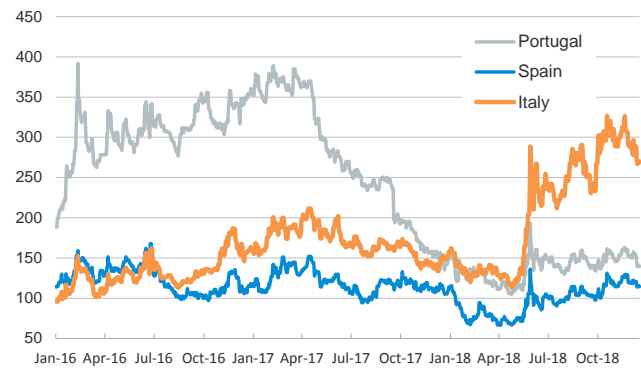
Yield on 10-year public debt: U.S. and Germany

(%)



Risk Premium on 10-year debt: Italy, Spain, and Portugal

(basis points)



Exchange rate: EUR/USD

(Dollars per euro)



Exchange rate: Emerging economies Index

Index (100=January 2016)



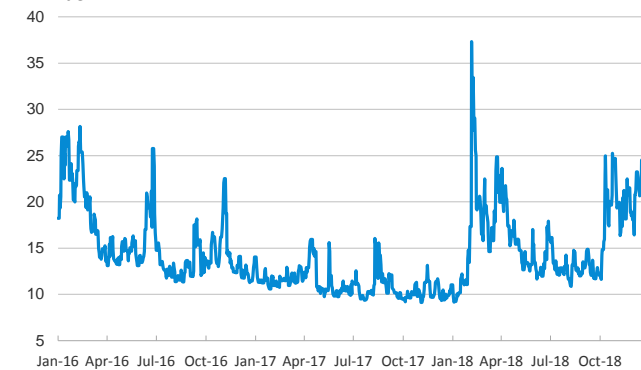
Brent oil price

(US\$/barrel)



Implied volatility on US stock markets

VIX Index



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