CaixaBank Research

Financial Markets

Daily Report 25-Jan-2024

- In yesterday's session, global stock markets advanced as investors increased risk appetite following reports about a Chinese stimulus to support the local stock market, a better-than-expected earnings season in the U.S. so far, and a favorable US PMI reading. Sovereign bond yields edged lower in the euro area and slightly rose in the U.S.
- Euro area January PMIs remain below 50, but the composite advanced from 47.6 last month to 47.9, while the manufacturing component rose from 44.4 to 46.6, with services falling from 48.8 to 48.4. US data instead showed expansion, with the composite PMI rising from 50.9 to 52.3, and manufacturing and services also above 50.
- Elsewhere, crude prices rose above the $80/barrel mark, and the dollar lost some ground to the euro. Today, US 4Q GDP data will be released, and the ECB Governing Council meets. Markets are not expecting any changes to interest rates in today's meeting but will be attentive to Lagarde's speech for clues about the future path of interest rates.

Interest Rates (%)	1/24	1/23	Daily Change (bp)	Weekly Change (bp)	YTD (bp)	YoY Change (bp)
Euro area						
ECB - Official Interest Rate (Refi)	**4,50**	4,50	0	0	0	200
€STR	**3,91**	3,90	0	0	2	200
Swap €STR (10Y)	**2,55**	2,57	-2	3	26	5
3 months (Euribor)	**3,93**	3,95	-2	3	2	143
12 months (Euribor)	**3,68**	3,67	1	8	16	32
Germany - 2-Year Bond	**2,71**	2,71	0	1	33	17
Germany - 10-Year Bond	**2,34**	2,35	-1	3	40	19
France - 10-Year Bond	**2,84**	2,85	-1	2	37	25
Spain - 10-Year Bond	**3,26**	3,27	-1	1	36	16
Portugal - 10-Year Bond	**3,18**	3,19	-1	3	63	17
Italy - 10-Year Bond	**3,90**	3,91	-2	-1	30	-1
Risk premium - Spain (10Y)	**92**	92	0	-2	-4	-3
Risk premium - Portugal (10Y)	**84**	84	0	0	23	-2
Risk premium - Italy (10Y)	**156**	156	-1	-4	-9	-20
US						
Fed - Upper Bound	**5,50**	5,50	0	0	0	100
Fed Funds Rate Future (Dec.-24)	**4,10**	4,09	1	6	26	115
3 months (SOFR)	**5,32**	5,32	0	1	-1	65
12 months (SOFR)	**4,85**	4,83	2	16	8	0
2-Year Bond	**4,38**	4,37	1	2	13	17
10-Year Bond	**4,18**	4,13	5	8	30	73

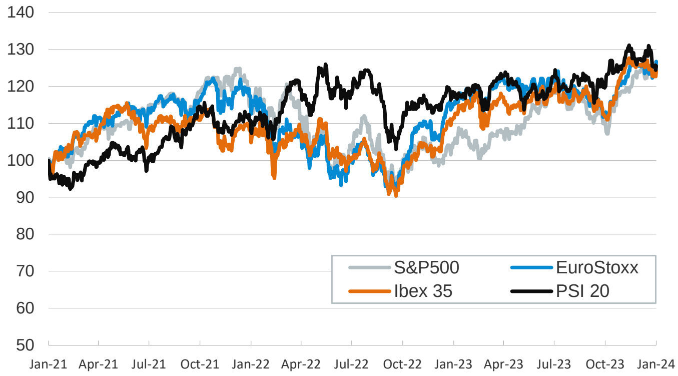
Stock Markets	1/24	1/23	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
CaixaBank	**3,94**	3,91	0,8	2,8	5,6	-1,0
Ibex 35	**9974**	9859	1,2	1,1	-1,3	11,2
PSI 20	**6327**	6269	0,9	0,1	-1,1	6,5
DAX	**16890**	16627	1,6	2,8	0,8	11,9
CAC 40	**7456**	7388	0,9	1,9	-1,2	5,7
Eurostoxx50	**4564**	4466	2,2	3,7	0,9	9,9
S&P 500	**4869**	4865	0,1	2,7	2,1	21,2
Nasdaq	**15482**	15426	0,4	4,2	3,1	36,6
Nikkei 225	**36226**	36518	-0,8	2,1	8,3	32,7
MSCI Emerging Index	**982**	970	1,3	2,5	-4,0	-5,5
MSCI Emerging Asia	**518**	511	1,3	2,8	-4,5	-7,8
MSCI Emerging Latin America	**2516**	2496	0,8	0,4	-5,5	8,6
Shanghai	**2821**	2771	1,8	-0,5	-5,2	-13,6
VIX Index	**13,14**	12,55	4,7	-11,2	5,5	-31,6

Currencies	1/24	1/23	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
EUR/USD	**1,089**	1,085	0,3	0,0	-1,4	0,0
EUR/GBP	**0,86**	0,86	0,0	-0,4	-1,3	-3,1
EUR/CHF	**0,94**	0,94	-0,6	-0,2	1,1	-6,5
USD/JPY	**147,51**	148,35	-0,6	-0,4	4,6	13,3
USD/CNY	**7,16**	7,17	-0,2	-0,5	0,8	5,5

Commodities	1/24	1/23	Daily Change (%)	Weekly Change (%)	YTD (%)	YoY Change (%)
Global Commodities Index	**98,5**	97,6	0,9	1,9	-0,2	-12,0
Brent (US$/barrel)	**80,0**	79,6	0,6	2,8	3,9	-7,1
TTF Natural Gas-1M Future (€/MWh)	**28,9**	27,2	6,3	4,4	-10,6	-50,4
TTF Natural Gas-Dec.-24 Future (€/MWh)	**36,0**	34,7	3,7	5,6	-6,0	-48,4
Gold (US$/ounce)	**2013,9**	2029,3	-0,8	0,4	-2,4	4,0

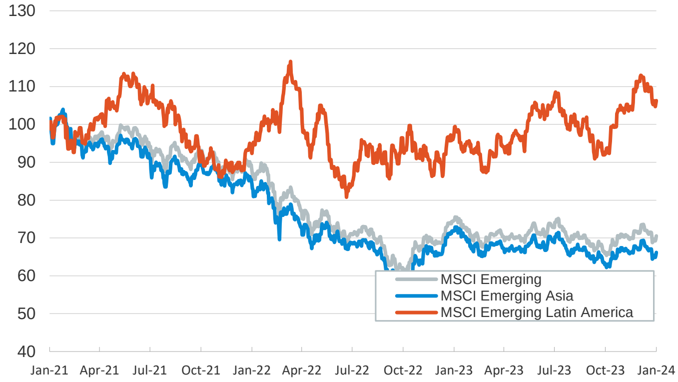
Main advanced stock markets

Index (100=Three years ago)



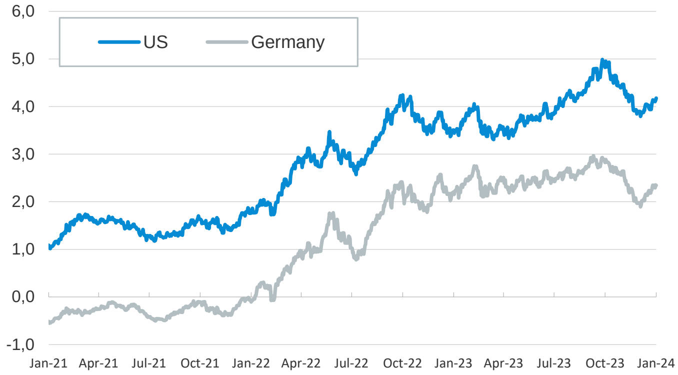
Emerging economies stock markets

Index (100=Three years ago)



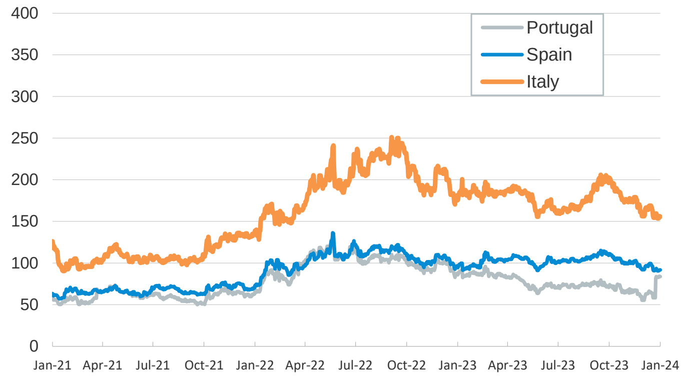
Yield on 10-year public debt: U.S. and Germany

(%)



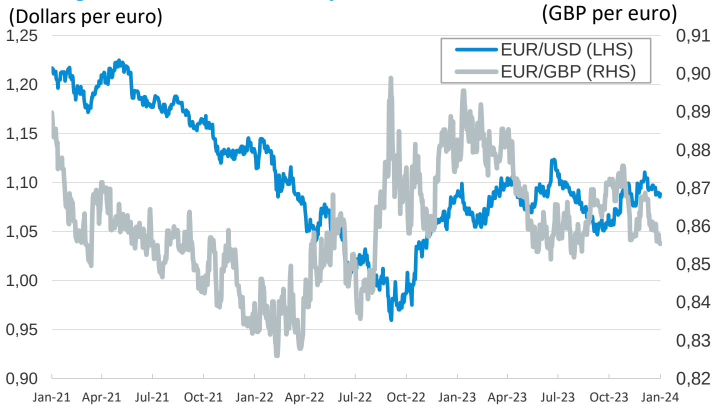
Risk Premium on 10-year debt: Italy, Spain, and Portugal

(basis points)



Exchange rate: Advanced-economy currencies

(Dollars per euro) (GBP per euro)



Exchange rate: Emerging economies Index

Index (100=Three years ago)

Brent oil price

(US$/barrel)

Dutch TTF Natural gas price

(€/MWh)