

The background of the cover features a complex financial chart with multiple data series. A prominent red line graph trends upwards from the bottom left towards the top right. Overlaid on this are several candlestick charts in shades of green and blue. Various numerical values are scattered across the chart, including 1.7810, 1.7900, 1.7855, 1.7765, 11.12, 14.56, 19.00, and 08.47. The overall aesthetic is dark blue with glowing green and red lines.

FX & Markets Weekly

Week 15/2019

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EUR/USD rises above 1,13 despite dovish ECB

This week, the ECB left rates unchanged as expected but issued an explicitly dovish message: “the ECB is acknowledging the weakening of the economic cycle”. A tiered system of deposit rates was not discussed. And details to TLTROIII postponed to June. In terms of EUR/USD, the long-term down trend remains intact.

Lira dives as Turkey awaits election outcome

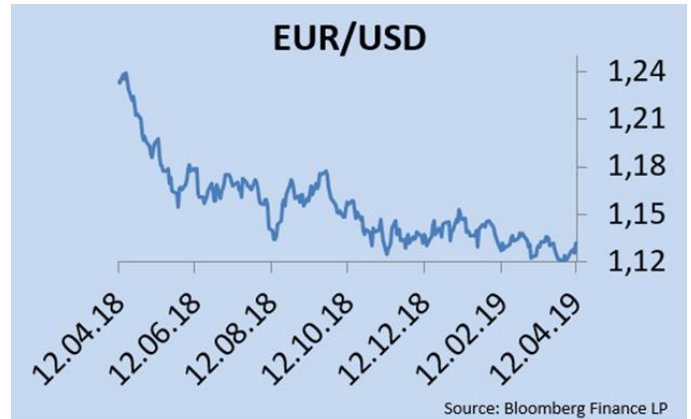
Complaints about the actual outcome of the municipal election in major cities, and disputes between leading parties did not result in a final outcome, by the time of writing. The lira is about to close the week on a weak footing with EUR/TRY dropping by 4,13% week-over week to 6,53, and USD/TRY dropping 3,28% to 5,77. At the same time, BIST100 index lost 3,66% this week to levels below 96K. Sovereign bonds also took a hit, especially in the belly of the curve with 3Y sovereign securities now yielding 154bps more than a week ago (4Y +212bps to 22,30%). Moreover, 5Y USD credit default swaps widened to levels above 450, their widest in 2 weeks.

EU gives Brits more time until October

This week, the EU agreed to extend Brexit deadline to October 31, 2019. European Union leaders agreed to extend the date of Britain’s departure from the bloc to Oct. 31. It’s longer than Theresa May wanted and there’s a risk she faces a backlash when she takes the deal home. It also potentially sets up a political crisis in the U.K. for later this year. EUR/GBP rose 0,51% this week and spot is currently trading around 0,86309.

Austria sold 0% 2023 bonds

Austria sold EUR 500mn of sovereign bonds due Jul 15, 2023. Investors offered to buy 2,16 times the amount of securities sold. The 0 percent bonds were sold at a price of 101,678, have a yield of -0,39%. The sale is a reopening of previously issued securities with EUR 7,414bn outstanding. Currently the securities are being quoted at a price yield of -0,329%.



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Economic Research and Development

Exchange Rates	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
EUR/USD	1,1323	0,95	0,28	-1,35
EUR/TRY	6,5386	3,54	6,06	4,51
EUR/CHF	1,1321	0,90	-0,44	0,63
EUR/GBP	0,86264	0,28	-0,10	-3,10
EUR/JPY	126,76	1,15	0,86	2,08
EUR/RUB	72,728	-0,67	-1,83	-5,44
EUR/CNY	7,5937	0,79	0,22	-2,13
USD/TRY	5,7714	2,58	5,76	5,96
USD/JPY	111,95	0,19	0,57	3,48
USD/RUB	64,2376	-1,63	-2,11	-4,14
USD/CNY	6,7066	-0,02	-0,03	-0,91

Sovereign Bonds 10Y	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Ask YTM
Austria	105,25	-0,18	0,25	0,04
Belgium	106,41	-0,18	0,20	0,10
China	96,19	0,06	-0,36	3,18
EFSF	111,01	-0,05	-0,20	-0,40
ESM	110,80	-0,06	0,00	-0,23
France	101,34	-0,14	0,53	0,07
Germany	101,54	-0,23	0,04	-0,21
Greece	103,72	0,46	2,00	3,28
Japan	101,99	0,06	0,05	-0,17
Portugal	115,78	0,64	0,92	0,64
Spain	105,00	0,50	0,95	0,62
Russia	101,74	0,83	1,28	7,99
Switzerland	112,62	-0,28	-0,46	-0,52
Turkey	77,75	-3,77	-10,63	17,12
UK	103,38	-0,58	-0,37	1,01
US	96,69	-0,37	0,42	2,48

Turkey related	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
TRY Basket	6,1555	2,97	5,92	5,22
WAC of CBRT	24,06	-5,65	0,25	0,25
Gold TRY / gram	239,71	2,62	5,25	5,79
TR Gov. B. 2Y yield	22,21	4,81	18,77	17,27

Euribor/Eonia	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
Eonia (T-1)	-0,367	0,27	1,08	-0,27
Euribor 1 Month	-0,367	0,00	0,27	-0,55
Euribor 3 Month	-0,310	0,00	-0,32	-0,65
Euribor 6 Month	-0,232	-0,43	-0,43	1,70
Euribor 12 Month	-0,112	0,00	-3,70	4,27

EUR Libor	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
EUR Libor O/N	-0,476	-2,43	-1,71	-2,34
EUR Libor 1M	-0,412	0,99	0,55	1,47
EUR Libor 3M	-0,360	-0,44	-8,75	-9,70
EUR Libor 6M	-0,311	-0,51	-4,41	-4,86
EUR Libor 12M	-0,204	-3,48	-17,36	-18,44

Commodities Energy Futures	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
WTI crude	64,52	2,31	12,83	22,47
BRENT crude	71,71	1,98	7,74	17,55
GAS oil	636,50	2,74	4,69	11,81
Heating oil	208,64	2,16	5,05	12,55
Natural gas	2,68	0,45	-4,33	-2,58
Gold Spot	1 291,85	0,03	-0,49	0,03
Silver Spot	15,03	-0,43	-2,41	-3,84
Platinum Spot	898,50	-0,19	7,98	12,28
Palladium Spot	1 365,27	-0,06	-10,85	3,80
Copper	295,05	1,93	0,75	10,44

Stock Indices	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
ATX	3 211	1,76	8,84	10,55
BIST 100	95 693	-3,23	-6,03	4,26
CAC 40	5 508	0,55	4,48	15,16
DAX	12 016	0,03	4,24	10,34
Dow Jones (T-1)	26 143	-0,92	2,30	8,95
Euro Stoxx 50	3 451	0,07	4,42	12,38
FTSE 100	7 435	-0,18	3,94	7,44
HANG SENG	29 910	-0,09	3,42	12,16
IBEX 35	9 497	-0,17	3,63	6,96
MOEX	2 561	0,74	3,71	4,72
NASDAQ 100 (T-1)	7 595	0,72	5,47	15,05
NIKKEI 225	21 871	0,29	1,71	7,42
S&P 500 (T-1)	2 888	0,31	3,47	11,25

Interest Rate Futures	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
Bobl	132,73	-0,12	0,13	0,55
Bund	164,80	-0,34	0,16	1,83

Risk Sentiment	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
Baltic Dry Index	728	2,39	12,52	-37,72
VIX	12,42	-3,12	-9,80	-31,72
Turkey 5Y CDS (T-1)	435,74	11,25	34,45	14,84
MSCI EM Index (T-1)	1 087,49	0,22	3,42	8,63

USD Libor	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
USD Libor O/N	2,392	-0,06	0,08	0,12
USD Libor 1M	2,477	0,23	-0,45	-1,26
USD Libor 3M	2,601	0,34	0,30	-6,68
USD Libor 6M	2,638	-0,26	-1,65	-7,92
USD Libor 12M	2,748	-0,10	-4,19	-8,95

TRY Libor	Price as of 04/05/2019	Change % 5 days	Change % 1 Month	Change % 3 Months
TRY Libor O/N	25,200	-4,00	4,35	4,18
TRY Libor 1M	25,527	-2,75	5,71	3,89
TRY Libor 3M	26,250	0,00	9,62	6,59
TRY Libor 6M	26,510	3,07	11,31	7,52
TRY Libor 12M	26,788	4,15	13,41	8,51

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Economic Research and Development

Date	Country	Economic Release	Period	Consensus	Actual	Prior
04/08/2019 16:00	US	Factory Orders	Feb	-0.5%	-0.5%	0.1%
04/08/2019 16:00	US	Durable Goods Orders	Feb F	-1.6%	-1.6%	-1.6%
04/09/2019 12:00	US	NFIB Small Business Optimism	Mar	102.0	101.8	101.7
04/09/2019 16:00	US	JOLTS Job Openings	Feb	7550	7087	7581
04/10/2019 14:30	US	CPI MoM	Mar	0.4%	0.4%	0.2%
04/10/2019 14:30	US	CPI Ex Food and Energy MoM	Mar	0.2%	0.1%	0.1%
04/10/2019 14:30	US	CPI YoY	Mar	1.8%	1.9%	1.5%
04/10/2019 14:30	US	CPI Ex Food and Energy YoY	Mar	2.1%	2.0%	2.1%
04/10/2019 14:30	US	Real Avg Hourly Earning YoY	Mar	--	1.3%	1.9%
04/10/2019 14:30	US	Real Avg Weekly Earnings YoY	Mar	--	1.3%	1.6%
04/10/2019 20:00	US	Monthly Budget Statement	Mar	-\$181.0b	-\$146.9b	-\$208.7b
04/11/2019 14:30	US	PPI Final Demand MoM	Mar	0.3%	0.6%	0.1%
04/11/2019 14:30	US	PPI Ex Food and Energy MoM	Mar	0.2%	0.3%	0.1%
04/11/2019 14:30	US	PPI Ex Food, Energy, Trade MoM	Mar	0.2%	0.0%	0.1%
04/11/2019 14:30	US	PPI Final Demand YoY	Mar	1.9%	2.2%	1.9%
04/11/2019 14:30	US	PPI Ex Food and Energy YoY	Mar	2.4%	2.4%	2.5%
04/11/2019 14:30	US	PPI Ex Food, Energy, Trade YoY	Mar	--	2.0%	2.3%
04/11/2019 14:30	US	Initial Jobless Claims	Apr 6	210k	196k	202k
04/11/2019 14:30	US	Continuing Claims	Mar 30	1735k	1713k	1717k
04/12/2019 14:30	US	Import Price Index MoM	Mar	0.4%	0.6%	0.6%
04/12/2019 14:30	US	Import Price Index ex Petroleum MoM	Mar	0.0%	0.2%	0.1%
04/12/2019 14:30	US	Import Price Index YoY	Mar	-0.6%	0.0%	-1.3%
04/12/2019 14:30	US	Export Price Index MoM	Mar	0.2%	0.7%	0.6%
04/12/2019 14:30	US	Export Price Index YoY	Mar	--	0.6%	0.3%
04/08/2019 10:30	EA	Sentix Investor Confidence	Apr	-2.0	-0.3	-2.2
04/10/2019 13:45	EA	ECB Main Refinancing Rate	Apr 10	0.000%	0.000%	0.000%
04/10/2019 13:45	EA	ECB Marginal Lending Facility	Apr 10	0.250%	0.250%	0.250%
04/10/2019 13:45	EA	ECB Deposit Facility Rate	Apr 10	-0.400%	-0.400%	-0.400%
04/12/2019 11:00	EA	Industrial Production SA MoM	Feb	-0.5%	-0.2%	1.4%
04/12/2019 11:00	EA	Industrial Production WDA YoY	Feb	-0.9%	-0.3%	-1.1%
04/11/2019 09:00	TR	Current Account Balance	Feb	-0.90b	-0.72b	-0.81b
04/11/2019 13:30	TR	Foreigners Net Bond Invest	Apr 5	--	-\$39m	-\$736m
04/11/2019 13:30	TR	Foreigners Net Stock Invest	Apr 5	--	-\$156m	-\$602m
04/09/2019 15:00	RU	Current Account Balance	1Q P	31000m	32800m	38400m
04/10/2019 15:00	RU	CPI Weekly YTD	Apr 8	--	1.8%	1.8%
04/10/2019 15:00	RU	CPI WoW	Apr 8	--	0.0%	0.0%
04/11/2019 15:00	RU	Gold and Forex Reserve	Apr 5	--	489.1b	489.5b
04/11/2019 15:00	RU	Imports	Feb	18.9b	18.4b	16.5b
04/11/2019 15:00	RU	Exports	Feb	31.7b	34.0b	29.8b
04/11/2019 15:00	RU	Trade Balance	Feb	12.4b	15.7b	13.4b
04/12/2019 10:00	RU	Money Supply Narrow Def	Apr 5	--	10.16t	10.10t

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Purpose of document: This report summarises the significant developments within the financial markets over the previous week and comments on their underlying background.