Eurozone Chart Pack for ECB

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Recession risk passing?

Our scan of FX-related financial media reveals a decline in mentions of recession in the Eurozone (and US)

Source: State Street Global Markets, MKT MediaStats

Information Classification: General
Investor Behaviour in Eurozone Assets and the EUR

Inflows into Eurozone assets look strong but they are hedged.

**Sovereign Bonds – inflows picking up**

Investors still better sellers of BTPs – but underweight

**Equities – investors buying back underweight**

EUR – investors still selling against underweight

Source: State Street Global Markets
Eurozone inflation

Still very weak, though Germany showing signs of turning higher.
Low volatility in FX leaves the EUR a funder

EURUSD volatility not responding the usual way to spot weakness

Source: State Street Global Markets, Bloomberg
Low volatility in FX leaves the EUR a funder

The USD pays you to own a volatility proxy...pretty hard to be bearish

Source: State Street Global Markets, Bloomberg, data as of 11 Mar 2019
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Currency flash event

Currency Flash Episode
12 minute window; 3 January 2019

Intraday traded prices

US$ per A$*

JPY per US$*

Bid-ask spread

09:33 09:35 09:37 09:39 09:41 09:43
0
200
pips

Australian Eastern Daylight Time

Sources: RBA; Thomson Reuters


Currency Flash Episode
2.5 hour window; 3 January 2019

Intraday traded prices

US$ per A$ (RHS)

JPY per US$ (LHS)

09:00 09:30 10:00 10:30 11:00

0
0.69
0.68
0

pips

Australian Eastern Daylight Time

Sources: RBA; Thomson Reuters

* intraday trough = 100

Intraday trough = 100.

Sources: RBA; Thomson Reuters