

ECB expected to hike rates today

There was a risk averse tone to investor sentiment yesterday, as the war in the Middle East intensified. Against this backdrop, oil prices moved higher with Brent crude rising by over 2% to circa \$93 per barrel. On equity markets, the Euro Stoxx 50 fell by 0.7%, while on Wall Street, the S&P 500 declined by 1.6%.

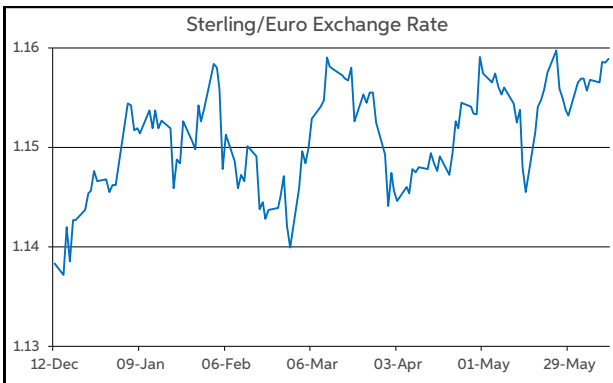
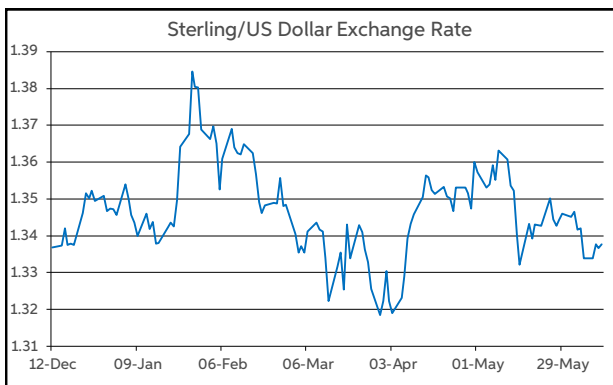
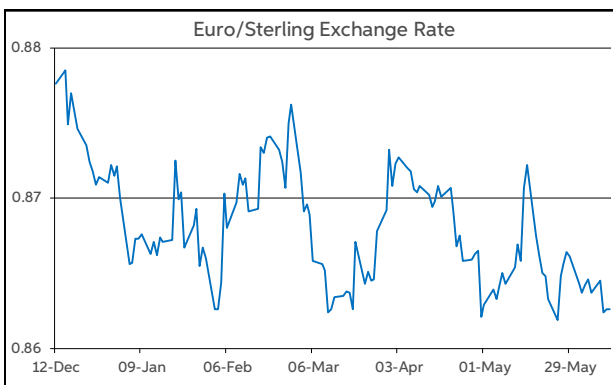
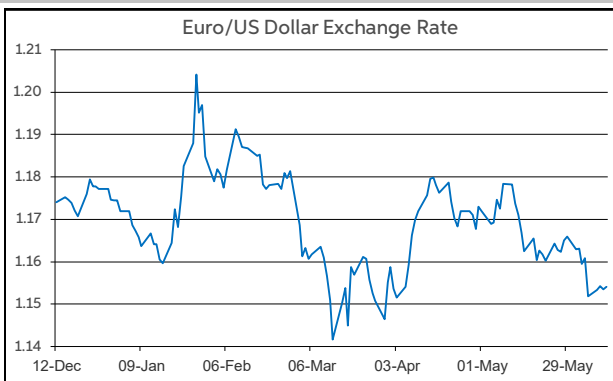
On the data front, US CPI inflation printed in line with the consensus. The headline rate accelerated to 4.2% in May from 3.8%, and the core rate inched higher to 2.9% from 2.8%. The increase in the headline rate was almost entirely driven by a further rise in gasoline prices and more expensive airfares. However, the release had a negligible impact on financial markets yesterday.

Currency-wise, the main pairs have continued to change hands within very narrow trading ranges over the past 24 hours. This is evidenced by EUR/USD opening this morning at the midpoint of \$1.15-1.16 band once again. Meanwhile, GBP/USD remains in the top half of the \$1.33-1.34 corridor. EUR/GBP is operating in the bottom half of the 86-87p range. USD/JPY is at the halfway mark of ¥160-161.

Turning to the day ahead, the main focus will be on the ECB policy decision. The Governing Council is widely expected to hike rates by 25bps. This would bring the deposit rate up to 2.25%. Aside from the decision, the focus will be on the post-meeting press conference and the updated macroeconomic projections. Market participants will be looking for any guidance on the future path of policy.

The data calendar is quite sparse on both sides of the Atlantic today. US PPI inflation (May) and the latest weekly initial jobless claims figures will garner some attention. Elsewhere, investors will be keeping a close eye on developments in the Middle East, amid the recent escalation in the conflict.

Daniel Noonan, Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2025
EUR/USD	1.1541	-0.03	-1.74
EUR/GBP	0.8626	-0.02	-1.02
GBP/USD	1.3376	-0.03	-0.72
GBP/EUR	1.1588	0.02	1.03
USD/JPY	160.55	0.11	2.49
EUR/JPY	185.3	0.08	0.71

* v Previous Day's European Open
See Next Page for More Rates

Opening Interest Rates						
	Base Rate	Money Market		Swap Rates		
		1-Mth	3-Mth	1-Yr	2-Yr	5-Yr
USD	3.63	3.61	3.66	3.91	4.27	4.26
EUR	2.00	2.06	2.37	2.80	2.91	2.95
GBP	3.75	3.74	3.80	4.17	4.50	4.53

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

CONTACTS		
AIB Customer Treasury Services business.treasury@aib.ie aib.corporatetreasury@aib.ie aib.ie/fxcentre	Customer Treasury Services GB treasury.gb@aib.ie aibgb.co.uk/fxcentre	Customer Treasury Services NI TreasuryNI@aib.ie aibni.co.uk/fxcentre

Opening Levels

Thursday 11 June 2026
07:50 am



Euro

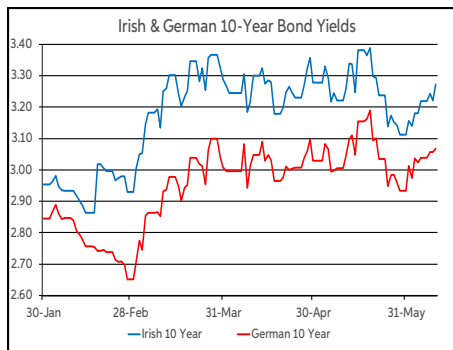
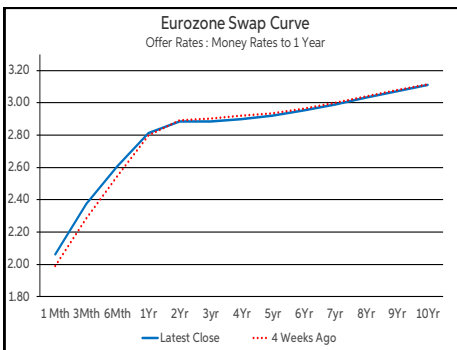
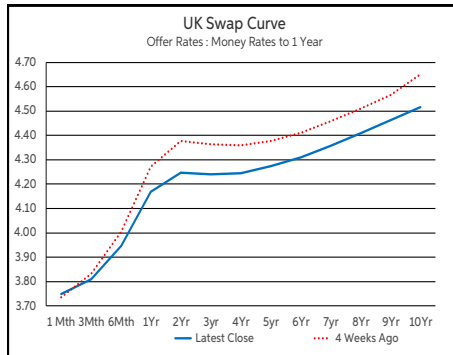
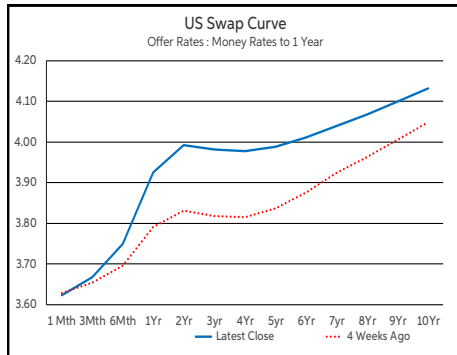
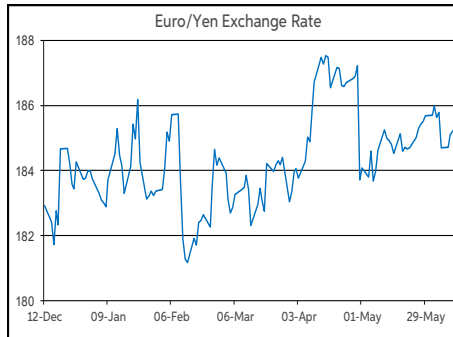
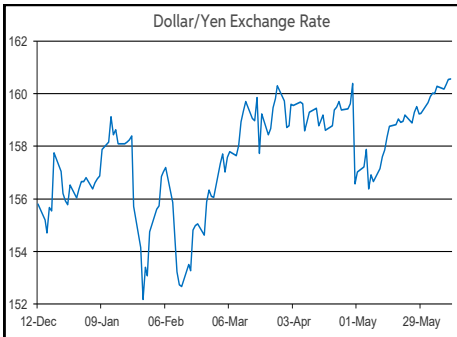
EUR/GBP	0.8626
EUR/USD	1.1541
EUR/JPY	185.3
EUR/SEK	10.9721
EUR/DKK	7.4741
EUR/NOK	10.9411
EUR/CHF	0.9218
EUR/AUD	1.648
EUR/HKD	9.0442
EUR/CAD	1.6103

Sterling

GBP/EUR	1.1588
GBP/USD	1.3376
GBP/CAD	1.8661
GBP/NZD	2.3092
GBP/JPY	214.75
GBP/SEK	12.7163
GBP/DKK	8.661
GBP/NOK	12.6799
GBP/CHF	1.0684
GBP/AUD	1.9096

Dollar

USD/JPY	160.55
USD/CAD	1.3953
USD/CHF	0.7987
USD/CNY	6.7762
USD/BRL	5.183
USD/RUB	72.2
USD/INR	95.7175
AUD/USD	0.7
NZD/USD	0.5789



Debt Markets				
	Close	Change bps		
		Day	4 Weeks	End 25
10 Year Yield %				
US	4.54	+1	+6	+39
Germany	3.07	+1	-4	+21
UK	4.94	+3	-14	+47
5 Year Swap %				
US	4.26	+3	+16	+53
Eurozone	2.92	+2	-0	+35
UK	4.52	+5	-7	+63
2 Year Swap %				
US	4.26	+2	+19	+69
Eurozone	2.88	+3	-1	+62
UK	4.48	+1	-10	+75
10 Year Government Bond Spreads to Benchmark bps				
Ireland	20	+4	-2	+4
Belgium	56	+1	+1	+7
France	66	+1	+4	-4
Italy	78	+2	+3	+13
Spain	45	+1	+3	+2
Portugal	39	-1	+2	+9
Greece	71	+3	+1	+10

Commodities				
	% Change			
	Close	Day	4 Weeks	End 25
Brent Oil	93.1	+1.80	-11.86	+53.00
West Texas Oil	93.68	+1.94	-10.37	+63.60
Gold \$	4073.5	-4.44	-13.10	-5.58

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