



1st July 2022
This week's highlights

Bond Yields Drop	Equities Sell off	Sterling Loses ground	Euro Area Inflation Rises in June
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Euro Area

- EU Commission Economic Sentiment Indicator declined in June, though by less than expected
- Unemployment fell to 6.6% in May from 6.7% in April, compared to expectations for a small rise
- Inflation rose to 8.6% in June from 8.1% in May, though the core rate declined to 3.7% from 3.8%

UK

- The pound lost ground this week, down about 0.5% versus the euro and 2% versus the dollar
- 10 year government bond yields were down over 20bp on the week to trade at just under 2.1%
- The current account deficit widened sharply in Q1, to £52bn, or 8.3% of GDP

US

- 10-year US Treasury yields dropped circa. 25bps over the course of the week to just under 2.9%
- Equities were under pressure, the S&P 500 index is down over 3% this week, -21% in the first half
- Annual PCE inflation was 6.3% in May, with core PCE at 4.7% - both slightly below expectations

Ireland

- The Bank of Ireland Economic Pulse came in at 78.8 in June, down 3.9 on May
- Retail sales were flat month-on-month in May in volume terms, with core sales (ex cars) down 1.3%
- Annual HICP inflation picked up to 9.6% in June, from 8.3% in May, driven by a rise in energy prices

Monday	EA PPI
Tuesday	Services PMIs; US Factory Orders, BoE Financial Stability Report
Wednesday	IRL Unemployment Rate; EA Construction PMI, EA Retail Sales; UK Construction PMI; US ISM Non-manufacturing PMI, FOMC Minutes
Thursday	IRL Industrial Production; US Trade Balance & Jobless Claims, ECB June Meeting Minutes
Friday	US Non-farm Payrolls. ECB President Lagarde to speak

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