

Research Markets Today

11 February 2025

Events Round-Up

No data of note.

Good morning

US equity markets gained in the absence of economic data or other catalysts as the investors look ahead to key US inflation data and Fed Chair Powell's testimony to US lawmakers later the week. The S&P is 0.7% higher in afternoon trading and there were decent gains for European equity indices with the Euro Stoxx advancing 0.6%. Global bond yields are modestly lower, and the US dollar was broadly stable against the major FX pairings.

Gold prices hit a record high above US\$2900 per troy ounce amid ongoing accumulation by central banks and other market participants. Data released last week revealed that the Peoples Bank of China had added to its gold reserves for the third straight month. Prices are also being supported by geopolitical and economic uncertainty.

US treasury yields edged lower led by the front end of the curve. 2-year yields dipped 2bp to 4.26% in quiet market conditions. 10-year yields are unchanged at 4.49%. European bond markets were also subdued with 10-year bunds closing 1bp lower at 2.36%.

The US dollar was little changed against the euro and yen in offshore trade. The Scandinavian currencies outperformed within the G10 grouping with both the NOK and SEK gaining 0.5% against the US dollar. NZD/USD is little changed, and the NZD is stable on the major crosses.

New Zealand Debt Management launched the tap syndication of the May-2035 nominal line yesterday morning for pricing today. The deal timing was widely anticipated by the market after the syndicate panel was announced last week. The tap is expected to raise at least \$3.0 billion and will be capped at NZ\$6.0 billion.

NZ swap rates closed higher and steeper in the local session yesterday as pay side interest emerged following the syndication launch. The curve partially reversed the large curve flattening from Friday. 2-year rates fell 1bp to 3.45% while 10-year yields closed 5bp higher at 4.11%. 10-

year NZGB yields largely matched the move in swaps closing 4bp higher at 4.60%.

There is no domestic data of note today. NAB Business Survey and Westpac Consumer Confidence are released in Australia. Bank of England governor Bailey is speaking following the 25bp rate cut last week. The meeting had two dissenters favouring a larger 50bp reduction.

		Period	Cons.	Prev.	NZT
AU	Westpac Consumer Conf Index	Feb	92.1	12:30	
AU	NAB Business Conditions	Jan	6	13:30	
US	NFIB Small Business Optimism	Jan	104.7	105.1	00:00
UK	BOE's Bailey Speaks				01:15

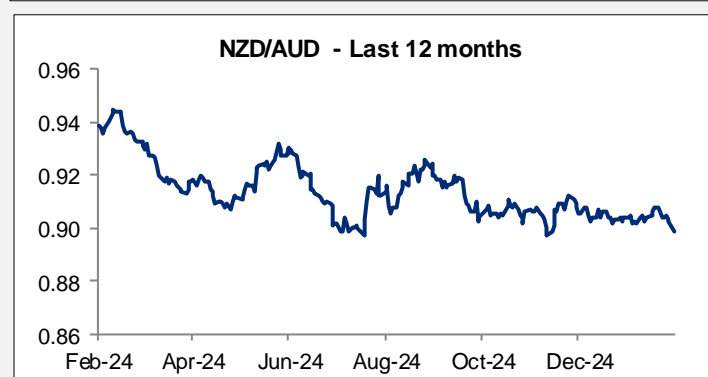
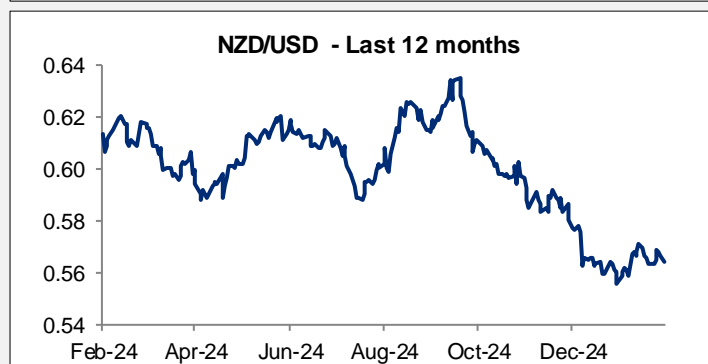
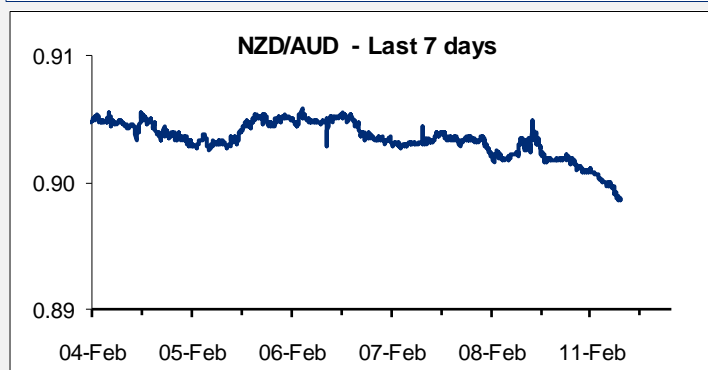
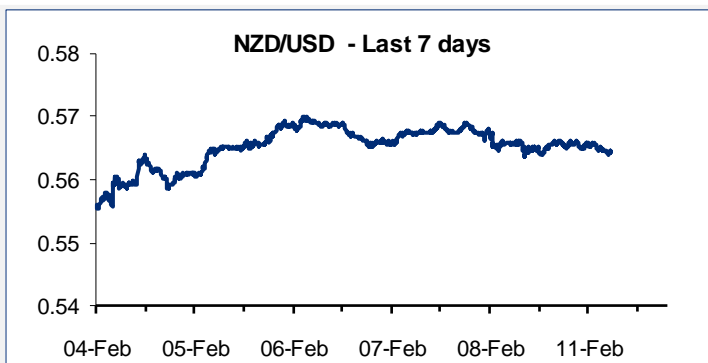
Source: Bloomberg, BNZ

stuart.ritson@bnz.co.nz

Currencies						Equities				Commodities						
FX Majors	Indicative overnight ranges (*)				Other FX		Major Indices			Price (Near futures, except CRB)						
	Last	% Day	Low	High	Last	% Day	Last	% Day	% Year	Last	Net Day					
NZD	0.5643	-0.3	0.5641	0.5664	CHF	0.9113	+0.2	S&P 500	6,070	+0.7	20.7	Oil (Brent)	76.00	+1.8		
AUD	0.6280	+0.1	0.6267	0.6287	SEK	10.917	-0.3	Dow	44,460	+0.3	15.0	Oil (WTI)	72.42	+2.0		
EUR	1.0307	-0.2	1.0304	1.0337	NOK	11.200	-0.4	Nasdaq	19,738	+1.1	23.4	Gold	2913.4	+1.6		
GBP	1.2367	-0.3	1.2364	1.2422	HKD	7.790	-0.0	Stoxx 50	5,358	+0.6	13.6	HRC steel	758.0	+0.4		
JPY	151.99	+0.4	151.57	152.54	CNY	7.305	+0.1	FTSE	8,768	+0.8	15.8	CRB	307.5	+0.0		
CAD	1.4310	+0.1			SGD	1.355	+0.1	DAX	21,912	+0.6	29.5	Wheat Chic.	592.0	-0.6		
NZD/AUD	0.8986	-0.4			IDR	16,358	+0.5	CAC 40	8,006	+0.4	4.7	Sugar	19.50	+0.7		
NZD/EUR	0.5475	-0.1			THB	33.89	+0.0	Nikkei	38,801	+0.0	5.2	Cotton	66.54	+1.6		
NZD/GBP	0.4563	-0.1			KRW	1,451	-0.2	Shanghai	3,322	+0.6	15.9	Coffee	421.1	+6.2		
NZD/JPY	85.77	+0.1			TWD	32.84	+0.2	ASX 200	8,483	-0.3	11.0	WM powder	4210	+0.8		
NZD/CAD	0.8075	-0.2			PHP	58.12	+0.2	NZX 50	12,876	+0.0	8.5	Australian Futures				
NZ TWI	67.66	-0.2						VIX Index	15.86	-4.1	+22.7	3 year bond	96.19	-0.04		
Interest Rates												10 year bond			95.57	-0.01
	Rates		Swap Yields		Benchmark 10 Yr Bonds		NZ Government Bonds		NZ BKBM and Swap Yields							
	Cash	3Mth	2 Yr	10 Yr	Last	Net Day	Last	Chg	Last	Chg						
USD	4.50	4.85	4.11	4.07	USD	4.49	-0.00	15-Apr-27	3.62	0.00	BKBM 1-mth	4.05	-0.05			
AUD	4.35	4.20	3.77	4.38	AUD	4.40	0.04	15-May-28	3.79	0.01	BKBM 3-mth	3.87	-0.01			
NZD	4.25	3.87	3.45	4.11	NZD	4.60	0.03	20-Apr-29	3.92	0.02	1 year	3.48	0.04			
EUR	2.75	2.53	2.16	2.30	GER	2.36	-0.01	15-May-30	4.04	0.03	2 year	3.45	-0.01			
GBP	4.50	5.30	3.99	3.96	GBP	4.46	-0.02	15-May-31	4.18	0.04	3 year	3.51	0.00			
JPY	0.48	-0.03	0.80	1.22	JPY	1.32	0.02	15-May-32	4.32	0.04	5 year	3.69	0.02			
CAD	3.00	4.97	2.53	2.81	CAD	3.06	-0.02	14-Apr-33	4.42	0.03	7 year	3.88	0.04			
								15-May-34	4.51	0.03	10 year	4.11	0.05			
								15-May-35	4.60	0.03	15 year	4.36	0.05			
								15-May-36	4.68	0.03						
								15-May-37	4.76	0.03						
								15-May-41	4.94	0.02						
								15-May-51	5.09	0.03						
								15-May-54	5.09	0.02						
* These are indicative ranges from 5pm NZT; please confirm rates with your BNZ dealer						NZ Inflation-Indexed Bonds										
Rates are as of: NZT 08:58						Sep-30	2.28	0.05								
Source: Bloomberg						Sep-35	2.79	0.06								
						Sep-40	3.06	0.06								

NZD exchange rates

11/02/2025 8:58 am		Prev. NY close
USD	0.5643	0.5660
GBP	0.4563	0.4564
AUD	0.8986	0.9021
EUR	0.5475	0.5480
JPY	85.77	85.70
CAD	0.8075	0.8090
CHF	0.5143	0.5150
DKK	4.0843	4.0888
FJD	1.3126	1.3132
HKD	4.3965	4.4095
INR	49.37	49.48
NOK	6.3210	6.3643
PKR	157.59	157.98
PHP	32.79	32.84
PGK	2.2667	2.2604
SEK	6.1608	6.1976
SGD	0.7650	0.7664
CNY	4.1229	4.1288
THB	19.13	19.04
TOP	1.3532	1.3550
VUV	68.65	68.94
WST	1.5851	1.5854
XPF	65.18	65.27
ZAR	10.4088	10.4161



NZD/USD Forward Points

	BNZ buys NZD	BNZ sells NZD
1 Month	2.01	2.30
3 Months	9.28	9.76
6 Months	22.56	23.92
9 Months	37.17	39.16
1 Year	50.62	53.63

NZD/AUD Forward Points

	BNZ buys NZD	BNZ sells NZD
1 Month	1.73	2.33
3 Months	9.24	10.42
6 Months	21.63	25.18
9 Months	35.08	40.01
1 Year	46.05	54.56

Contact Details

BNZ Research

Stephen Toplis

Head of Research
+64 4 474 6905

Doug Steel

Senior Economist
+64 4 474 6923

Jason Wong

Senior Markets Strategist
+64 4 924 7652

Stuart Ritson

Senior Interest Rate Strategist
+64 9 9248601

Mike Jones

BNZ Chief Economist
+64 9-956 0795

Main Offices

Wellington

Level 4, Spark Central
42-52 Willis Street
Private Bag 39806
Wellington Mail Centre
Lower Hutt 5045
New Zealand
Toll Free: 0800 283 269

Auckland

80 Queen Street
Private Bag 92208
Auckland 1142
New Zealand
Toll Free: 0800 283 269

Christchurch

111 Cashel Street
Christchurch 8011
New Zealand
Toll Free: 0800 854 854

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