Market Condition

Akira Hoshino
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Steady Dollar

Fed Fund Rate & USD

(Source) Bloomberg [01(04)]

Fed Fund Rate

DXY (USD Index) [Rhs]
EMs diverged

Latin & Asia currency Index

(Source) Bloomberg [09(01)]

Latin Currency Index [Lhs] vs Asia Currency Index [Rhs]
Uncertainty has eased
Low vols have gone lower

S&P500 & G5 Vol (against USD/3M)

(Source): Bloomberg [01(13)]
All G10 and Most EMs Spread widened Q2→Q3
EM liquidity Improving but G7 slowly grinding to the worse

*Some numbers are derived from estimates. This excludes mid-matching or internalising venues. Numbers are benchmarked relative to January 2018.

**Averages of currency pairs taken within group
Electronic Bank LP Market vs Core Interbank

Electronic Bank LP volumes: Volumes dealt by electronic trading desks: this is an approximation for trades transacted on a risk price bilaterally and/or relationship based, for which uses the likes of our win ratios on various ECNs and surveys. It is an active rather than passive interest comparable to clients creating trades against interbank liquidity.

Core Interbank volumes: Volumes dealt on primary and main futures market.

There will be estimation error in these numbers.
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Association Membership: Japan Securities Dealers Association, The Financial Futures Association of Japan, Type II Financial Instruments Firms Association

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