

	US	Japan	EMU	UK	Canada	Switzerland
Monday	Feb budget deficit 231.7bn vs 222.5bn in Feb 11.	Jan core machine orders 3.4%M, 5.7%Y vs -7.1%M in Dec.	ECB says €27mln of bond purchases settled last week, value of outstanding bonds purchased €18bn.			
Tuesday	Feb retail sales 1.1%M, 10.3%Y vs 0.6%M in Jan; ex-autos & gas 0.6%M, 9.4%Y vs 1%M. Jan business inventories 0.7%M, 7.6%Y; sales 0.4%M, 7.2%Y. FOMC keeps monetary policy unchanged, maintains commitment to keep rates low until late 2014. Fed's stress test results: 15 of the 19 could maintain adequate capital levels in case of sever recession.	Bank of Japan keeps key overnight rate at 0-0.1% Jan Tertiary industry index -1.7%M, 0.1%Y vs 1.8%M in Dec.	Feb FR CPI 0.4%M, 2.3%Y. Feb IT CPI 0.4%M, 3.3%Y.	Jan trade deficit 1'762mln vs 1'217mln in Dec.		Feb import & producer prices 0.8%M, -1.9%Y vs 0%M in Jan.
Wednesday	Q4 current account deficit 124.1bn vs 107.6bn in Q3; goods & services 141.1bn vs 134.7bn. Feb import prices 0.4%M, 5.5%Y vs 0%M in Jan; ex-petroleum -0.2%M, 1.6%Y.	Jan industrial production 1.9%M, -1.3%Y (rev. from 2%M, -1.2%Y) vs 3.8%M in Dec.	Feb CPI 0.5%M, 2.7%Y vs 2.7%Y in Jan; core 0.3%M, 1.5%Y vs 1.5%Y. Jan industrial production 0.2%M, -1.2%Y vs -1.1%M in Dec; Nov-Jan production -1.8%Q.	Feb claimant count +7K vs +7K in Jan; claim. count rate 5% vs 5%. Jan ILO jobless rate 8.4% vs 8.3% in Oct. Jan avg. earnings (3-month avg.) 1.4%Y vs 1.9%Y in Dec.	Q4 capacity utilization rate 80.5% vs 80% in Q3.	Mar CS/ZEW investor confidence: current -6 vs -15.5; expect. 0 vs -21.2.
Thursday	Jobless claims 351K; 4-week avg. 356K; cont claims 3'343K. Mar Empire manufacturing 20.2 vs 19.5 in Feb. Feb PPI 0.4%M, 3.3%Y vs 0.1%M in Jan; ex-food & energy 0.2%M, 3%Y. Mar Philly Fed index 12.5 vs 10.2 in Feb.		Feb seas. adj. car registrations 0.9%M, -14.2%Y vs -12.2%M in Jan. Q4 employment -0.2%Q, -0.2%Y vs -0.2%Q in Q3. Q4 labour costs 2.8%Y vs 2.6%Y in Q3.			SNB monetary assessment: "The Swiss National Bank (SNB) will continue to enforce the minimum exchange rate of CHF 1.20 per euro with the utmost determination. (...) Compared to December, the inflation forecast has even fallen further. (...) The SNB stands ready to take further measures at any time if the economic outlook and the risk of deflation so require."
Friday	Feb CPI 0.4%M, 2.9%Y vs 0.2%M in Jan; ex-food/energy 0.1%M, 2.2%Y vs 0.2%M. Feb industrial production 0%M, 4%Y vs 0.4%M in Jan; manuf. 0.3%M, 5.1%Y vs 1.1%M. Mar Michigan consumer confidence 74.3 vs 75.3 in Feb.		Jan trade surplus 5.9bn vs 7.4bn in Dec; exports 1.3%M vs 0.9%M; imports 2.4%M vs -0.4%M.		Jan manufacturing sales -0.9%M, 5%Y vs 0.6%M in Dec.	On Thu: SECO forecasts 2012 GDP growth at 0.8%Y (rev. from 0.5%Y).

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...Monday	Mar NAHB housing market index 28 vs 28 in Feb.		Jan current account surplus 4.5bn vs 3.4bn in Dec. Jan construction output -0.8%M, -1.4%Y vs -1.9%M in Dec. Jan IT industrial orders -7.4%M, -5.6%Y vs 5.2%M in Dec.	Mar Rightmove house prices 1.6%M, 2.2%Y vs 4.1%M in Feb.		
Coming key releases and events	Housing starts; existing home sales; new home sales; leading indicators.	All industry activity index; trade balance.	Prelim. PMIs; industrial orders; consumer conf.; DE IFO bus. climate; FR bus. conf.	CPI; BoE minutes; PSNB; retail sales.	Leading indicators; retail sales; CPI.	Industrial production; trade balance; KOF eco. forecast.
Summary & Comments	<ul style="list-style-type: none"> ◆ Last week's indicators proved broadly positive, adding to evidence that the US economy remains on recovery mode. Positive trends are still observed both in household demand and manufacturing output. ◆ As expected, the Fed left its monetary policy unchanged last week. The central bank is downplaying the rise in oil prices in order to maintain expectations of very low interest rates for a couple of years. ◆ Separately, the Fed released results of the latest round of bank stress tests. In case of severe downturn (jobless rate at 13 %, 50 % drop in equity prices and 21 % decline in housing prices), 15 of the 19 largest banks would preserve adequate capital ratios. ◆ Treasuries registered a big drop last week amid improving economic activity, receding systemic risk and higher energy prices. 	<ul style="list-style-type: none"> ◆ Last week, the Bank of Japan refrained from boosting its asset-purchase program. The central bank had increased bond buying by 10 trillion yen at its February 14 meeting. 	<ul style="list-style-type: none"> ◆ Recent economic data proved rather weak. The timid rise in January industrial production hardly erased the large drop of December while construction output contracted further. ◆ Employment posted another decline in the fourth quarter, pointing out weakening conditions in the labour market. ◆ Despite February's rebound in car registrations, they stand much lower than a year ago. ◆ Yet, the outlook keeps on improving, as reflected by rising investor confidence measured by the ZEW. ◆ Like most safe-haven assets, German Bunds registered sever losses last week. By contrast, Italian government bonds appreciated further. 	<ul style="list-style-type: none"> ◆ Unemployment edged up further in February while the ILO jobless rate stood at its highest level since 1995. Besides, average earnings inflation receded notably in January. ◆ Government bond yields soared last week. In addition to rosier prospects for global growth, Gilts probably suffered from unwinding flight-to-quality trades. 	<ul style="list-style-type: none"> ◆ Manufacturing sales fell in January but the trend remains positive and prospects are favourable given the robustness of US activity. 	<ul style="list-style-type: none"> ◆ Unsurprisingly, the SNB reaffirmed last week its willingness to cap the appreciation of Swiss franc vs euro to 1.20. The central bank pointed out that deflation risk might re-emerge. ◆ Swiss 10-year government bond yields edged higher last week amid global sell-off in bond markets. However, Swiss T-Bills are still sold with negative yields.
Impact for bonds...	-/0	0	0	0/+	0	0
-1W to -4W	-/0, 0/+, 0, 0	0, 0, 0/+, 0/+	0, 0/+, 0, 0/+	0, 0/+, +, 0	0, 0/+, 0, 0/+	+, 0/+, 0/+, 0/+

Note : x%Y refers to an x-percent year-on-year change, x%Q refers to a quarter-on-quarter change, x%M refers to a month-on-month change, the letter A means that the figure was annualised.

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Non G7 countries :

Australia Mar **Westpac consumer confidence** 96.1 vs 101.1 in Feb. Feb **consumer inflation expectation** 2.7%Y vs 2.5%Y in Jan.

Sweden Feb **CPI** 0.7%M, 1.9%Y vs -0.9%M, 1.9%Y in Mar. Feb **unemployment rate** 7.8% vs 8% in Jan.

Macroeconomic Review : Interest Rate Evolution

Previous week																				
12.03.2012 16:18	US	Canada			Australia		Nouvelle-Zélande		Japan		EMU (Germany)		EMU (Italy)		UK		Sweden		Switzerland	
Exchange rate	1	0.9931			1.0499		0.8159		82.23		1.3124		1.3124		1.190 EUR/GBP		8.946 /EUR		1.205 /EUR	
	Yield curve	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs Ger	Yield curve	vs Ger.	Yield curve	vs Ger.	Yield curve	vs Ger.	
Deposit 3M (bid)	0.30	1.01	71	4.75	445	2.92	262	0.14	-16	0.79	49	0.79	0	1.02	23	2.23	144	0.10	-69	
Gov. 2 Year	0.31	1.16	85	3.55	324	3.09	278	0.10	-21	0.14	-17	2.20	176	0.40	26	1.00	86	0.00	-14	
Gov. 5 Year	0.88	1.47	59	3.61	273	3.83	295	0.29	-59	0.74	-14	3.83	281	0.97	23	1.33	59	0.18	-56	
Gov. 10 Year	2.02	1.98	-4	3.94	192	4.05	203	0.97	-105	1.74	-28	4.81	307	2.09	35	1.74	0	0.69	-105	
Gov. 30 Year~	3.17	2.59	-58	n.a.	n.a.	n.a.	n.a.	1.95	-122	2.42	-75	5.53	311	3.19	77	2.23	-19	1.07	-135	
slope 3M-2Y	1	15		-120		17		-4		-65		111		-62		-123		-10		
slope 2Y-10Y	171	82		39		96		87		160		291		169		74		69		
Swap 10 Year	2.11	2.44	33	4.81	270	4.41	230	0.99	-112	2.23	12	2.23	0	2.30	7	2.39	16	1.03	-120	
spread Treas./Swap	9	46		87		36		2		49		-258		21		65		34		

Current week																				
19.03.2012 16:20	US	Canada			Australia		Nouvelle-Zélande		Japan		EMU (Germany)		EMU (Italy)		UK		Sweden		Switzerland	
Exchange rate	1	0.9895			1.0603		0.8257		83.28		1.3222		1.3222		1.202 EUR/GBP		8.892 /EUR		1.206 /EUR	
	Yield curve	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs Ger	Yield curve	vs Ger.	Yield curve	vs Ger.	Yield curve	vs Ger.	
Deposit 3M (bid)	0.30	1.01	71	4.76	446	2.92	262	0.14	-16	0.75	45	0.75	0	1.02	27	2.23	148	0.10	-65	
Gov. 2 Year	0.37	1.28	91	3.82	345	3.21	284	0.10	-27	0.33	-4	2.20	187	0.46	13	1.17	84	0.03	-30	
Gov. 5 Year	1.15	1.71	56	3.90	275	4.04	289	0.34	-81	1.06	-9	3.81	275	1.19	13	1.62	56	0.30	-76	
Gov. 10 Year	2.32	2.25	-7	4.30	198	4.28	196	1.02	-130	2.03	-29	4.75	272	2.43	40	2.07	4	0.92	-111	
Gov. 30 Year~	3.44	2.80	-64	n.a.	n.a.	n.a.	n.a.	1.95	-149	2.66	-78	5.50	284	3.49	83	2.54	-12	1.24	-142	
slope 3M-2Y	7	27		-94		29		-4		-42		145		-56		-106		-7		
slope 2Y-10Y	195	97		48		107		92		170		255		197		90		89		
Swap 10 Year	2.40	2.72	32	5.11	271	4.66	226	1.06	-134	2.43	3	2.43	0	2.60	17	2.70	27	1.18	-125	
spread Treas./Swap	8	47		81		38		4		40		-232		17		63		26		
<i>Inflation</i>																				
Latest	2.9	2.5	-40	3.1	20	1.8	-110	-0.5	-340	2.7	-20	2.7	0	3.6	90	1.9	-80	-0.9	-360	
Consensus 2012	2.0	1.9	-10	2.5	50	2.0	-9	-0.3	-234	2.0	-4	2.6	60	3.0	104	1.4	-55	-0.3	-231	
Consensus 2013	2.0	2.0	-2	3.0	103	2.5	46	0.0	-203	1.7	-33	2.3	65	2.6	96	1.7	3	0.7	-98	
<i>"Real rate"</i>																				
Depos. 3M (bid)	-2.60	-1.49	111	1.66	426	1.12	372	0.64	324	-1.95	65	-1.95	0	-2.58	-63	0.33	228	1.00	295	
Treasury 10 Year	-0.58	-0.25	33	1.20	178	2.48	306	1.52	210	-0.67	-9	2.05	272	-1.17	-50	0.17	84	1.82	249	

Weekly shifts																				
	US	Canada			Australia		Nouvelle-Zélande		Japan		EMU (Germany)		EMU (Italy)		UK		Sweden		Switzerland	
	Yield curve	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs US	Yield curve	vs Ger	Yield curve	vs Ger.	Yield curve	vs Ger.	Yield curve	vs Ger.	
Deposit 3M (bid)	0	0	0	1	1	0	0	0	0	-4	-4	-4	0	0	4	0	4	0	4	
Gov. 2 Year	6	12	6	27	21	12	6	0	-6	19	13	0	11	6	-13	17	-2	3	-16	
Gov. 5 Year	27	24	-3	29	2	21	-6	5	-22	32	5	-2	-6	22	-10	29	-3	12	-20	
Gov. 10 Year	30	27	-3	36	6	23	-7	5	-25	29	-1	-6	-35	34	5	33	4	23	-6	
Gov. 30 Year~	27	21	-6	n.a.	n.a.	n.a.	n.a.	0	-27	24	-3	-3	-27	30	6	31	7	17	-7	
slope 3M-2Y	6	12		26		12		0		23		34		6		17		3		
slope 2Y-10Y	24	15		9		11		5		10		-36		28		16		20		
Swap 10 Year	29	28	-1	30	1	25	-4	7	-22	20	-9	20	0	30	10	31	11	15	-5	
spread Treas./Swap	-1	1		-6		2		2		-9		26		-4		-2		-8		

Major indices				
Gvt bonds >1Y	5-day %	YTD %	1 year %	
USA	-1.21%	-1.8%	6.8%	
Japan	-0.36%	-0.1%	2.6%	
EMU	-0.79%	3.3%	4.6%	
UK	-2.32%	-3.3%	12.5%	
Switzerland	-1.51%	-1.4%	7.2%	
Markit CDS	Spread	Δ 5-day	Δ 1-mth	
iTraxx Europe	119	-16	-13	
iTraxx X-over	528	-57	-41	
CDX.NA.IG	89	-7	-9	
SovX WE	225	-130	-107	
CDX Emer.	112	1	1	
Equity	5-day %	YTD %	1 year %	
S&P 500	2.5%	11.8%	9.9%	
Nikkei 225	2.5%	19.9%	10.2%	
Euro Stoxx 50	3.4%	12.3%	-6.9%	
Hang Seng	0.0%	14.5%	-5.3%	
SMI	2.4%	6.8%	4.0%	
Commodities	Level	5-day %	1 year %	
Brent crude oil	125.6	0.1%	10.2%	
Gold	1665.3	-2.1%	17.5%	
Basket CRB	319.0	1.0%	-9.1%	

NB On markets with semi-annual coupon payments, the annual equivalent has been calculated / 3M : euro-deposits, annual equivalent