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21/03/06	15:39	EURO	chg	USA	chg	UK	chg
<b>Futures</b>	<b>Bond</b>	117.93	-0.13	110.81	-0.47	111.97	-0.15
	<b>STIR</b>	96.99	-0.01	94.89	-0.05	95.38	-0.01
<b>Cash</b>	<b>3mth</b>	2.73	0.01	4.94	0.00	4.59	0.00
	<b>2yr</b>	3.20	0.01	4.71	0.06	4.41	0.02
	<b>5yr</b>	3.46	0.02	4.67	0.06	4.42	0.03
	<b>10yr</b>	3.67	0.01	4.70	0.04	4.35	0.02
	<b>30yr</b>	3.89	0.00	4.73	0.03	4.07	0.00
	<b>10yr-2yr</b>	0.47	0.00	-0.01	-0.02	-0.06	0.00
<b>Spreads</b>	<b>2yr</b>	--	--	1.57	0.05	1.26	0.01
	<b>vs euro</b>	--	--	1.09	0.03	0.73	0.00
<b>FX</b>	<b>USD</b>	1.211	-0.006	--	--	1.748	-0.008
	<b>EUR</b>	--	--	--	--	0.693	0.000
	<b>YEN</b>	141.43	-0.15	116.84	0.45	204.20	-0.24
<b>Equities</b>		3826.1	-0.4%	1303.5	-0.1%	5973.0	-0.3%

#### Euro Mkt Summary: EGBs Mixed On German Data by Niraj Shah

EGBs were mixed in afternoon trading after being weighed by a rebound in European equity markets following a surge in German factory orders for June. However, short-dated issues outperformed with the strength in the euro-dollar strength providing some support. EGBs had opened higher, taking their direction from gains in U.S. Treasuries towards the Chicago close after a sharp decline on Wall Street stocks.

However, prices reversed lower on profit-taking and unwinding of safe-haven trades as European equity bourses recovered off their worst levels. Ultimately, volumes were low as most players remain sidelined ahead of the FOMC meeting on Tuesday, where markets expect the Federal Reserve to leave its key Fed Funds rate unchanged at 5.25% for the ninth consecutive meeting. Ahead of this, the European session sees the release of German IP data on Tuesday.

[cont]

Gilts were also mixed, with the short-dated issues outperforming, in turn steepening the Gilt yield curve. Gilts paid little attention to UK industrial production and manufacturing output data, which came in line with expectations after UK manufacturing output rose for the 4th consecutive month in June. Markets now await the release of the crucial BOE Inflation Report on Wednesday for indications as to whether UK interest rates are set to rise to 6% before the year-end.

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