

11/06/2007	15:22	EURO	chg	USA	chg	UK	chg
<b>Futures</b>	<b>Bond</b>	110.79	0.05	106.38	-0.28	104.40	0.01
	<b>STIR</b>	95.47	0.01	94.64	0.00	93.83	0.01
<b>Cash</b>	<b>3mth</b>	4.14	0.00	5.36	0.00	5.82	0.00
	<b>2yr</b>	4.44	-0.01	5.01	0.02	5.76	0.00
	<b>5yr</b>	4.51	-0.01	5.06	0.03	5.61	0.00
	<b>10yr</b>	4.56	-0.01	5.14	0.04	5.38	-0.01
	<b>30yr</b>	4.68	-0.01	5.25	0.04	4.78	0.00
	<b>10yr-2yr</b>	0.11	0.00	0.14	0.02	-0.37	0.00
<b>Spreads</b>	<b>2yr</b>	--	--	0.62	0.03	1.40	0.01
<b>vs euro</b>	<b>10yr</b>	--	--	0.65	0.05	0.90	0.01
<b>FX</b>	<b>USD</b>	1.334	-0.003	--	--	1.967	-0.003
	<b>EUR</b>	--	--	--	--	0.678	0.000
	<b>YEN</b>	162.44	-0.36	121.73	-0.01	239.45	-0.37
<b>Equities</b>		4411.0	0.9%	1504.9	0.0%	6549.1	%

11:09 06/11 **EGB MARKET SUMMARY:** European Government Bonds were trading higher on Monday with little bias. Bunds momentarily pared gains on hawkish comments from ECB President Trichet who testified before the EU Parliament's Economic & Monetary Affairs Committee on Monday afternoon. Bunds opened higher on Monday morning, extending gains following the aggressive bounce witnessed on Friday afternoon, after traders covered shorts ahead of the 5.25% level in US 10-year Treasuries. Bullish sentiment in early trade was supported by weaker than expected French industrial production data. The advance higher however came to a halt on hawkish comments from ECB official Nout Wellink, who suggested that the ECB was not "at the end of the road yet" with regards to monetary policy tightening, "on the condition that the economy remains strong". ECB council member John Hurley also spoke on Monday morning, reiterating ECB President Trichet's pledge to "monitor developments closely."

### Headlines

Bonds higher, little bias  
ECB's Trichet: Never used the word "pause" with regards to monetary policy tightening ahead

Bunds open higher, extend previous session gains  
Apr French Industrial Production: -0.8%mom/1.7%yoy  
ECB's Wellink: ECB was not "at the end of the road yet" with regards to monetary policy tightening

#### Euro Mkt Summary: **EGBs Higher, ECB Speak Caps Gains** by Charanjeev Chana

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