



Inflation Roundup

February 05, 2026

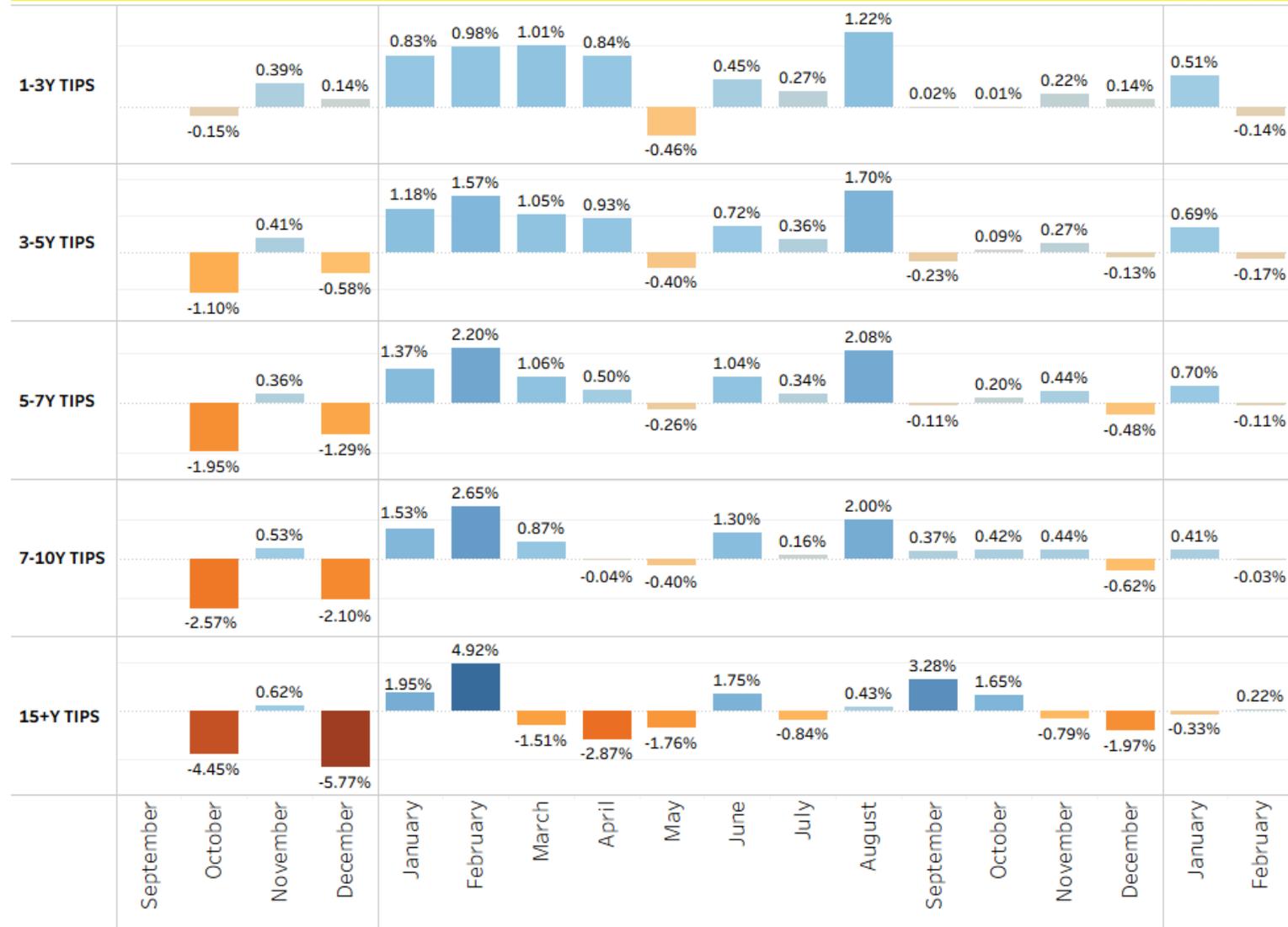
- Total Returns and Seasonality
- The State of Inflation
- Market-Based Expectations
- Energy and Commodities

datascience.arborresearch.com



TIPS TOTAL RETURNS:

U.S. TIPS: Monthly Returns

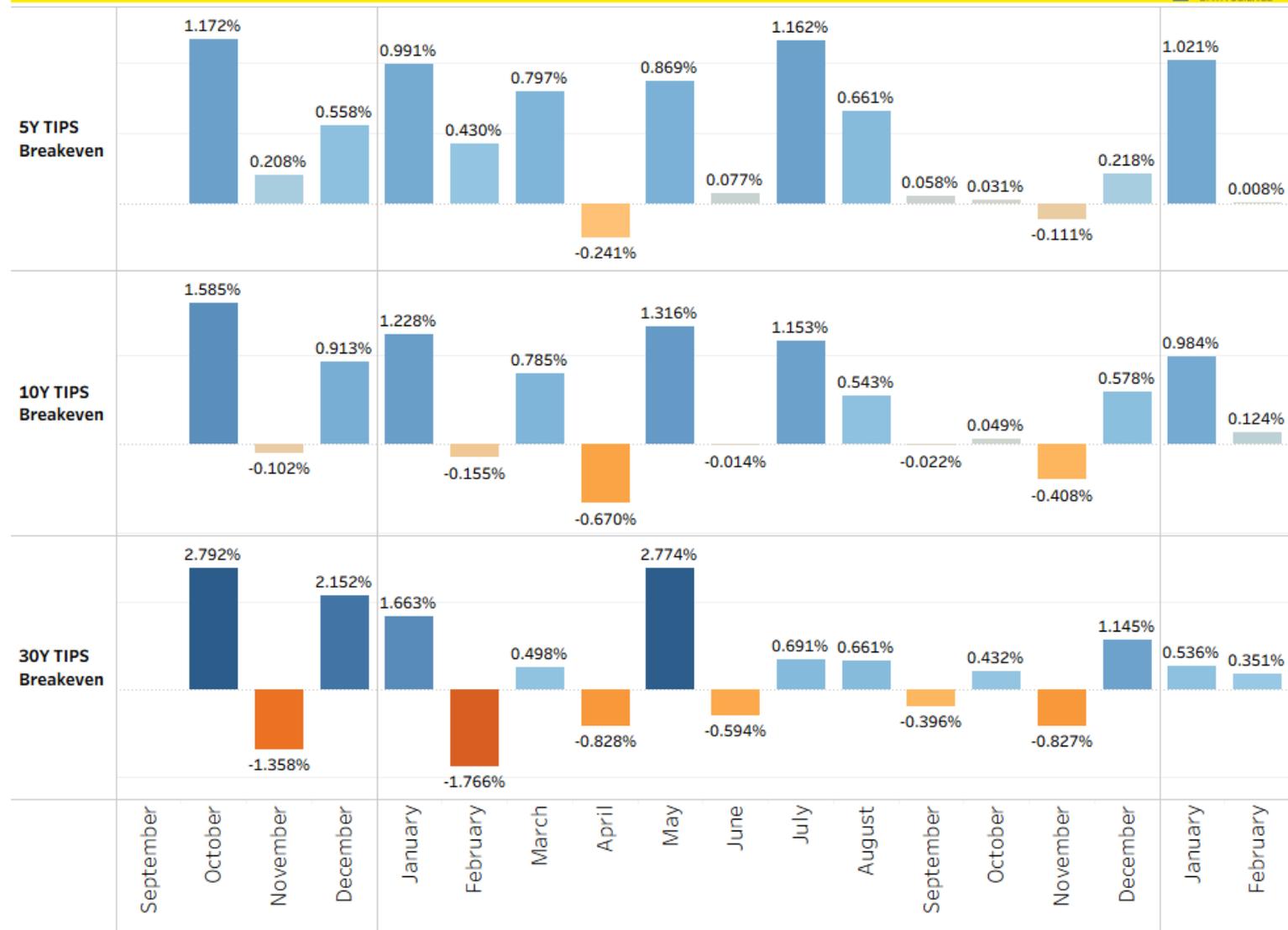


Data Source: Bloomberg © 2026 Arbor Research & Trading, LLC. All Rights Reserved

datascience.arborresearch.com

TIPS BREAKEVENS TOTAL RETURNS:

U.S. Inflation Expectations (duration weighted): Monthly Returns

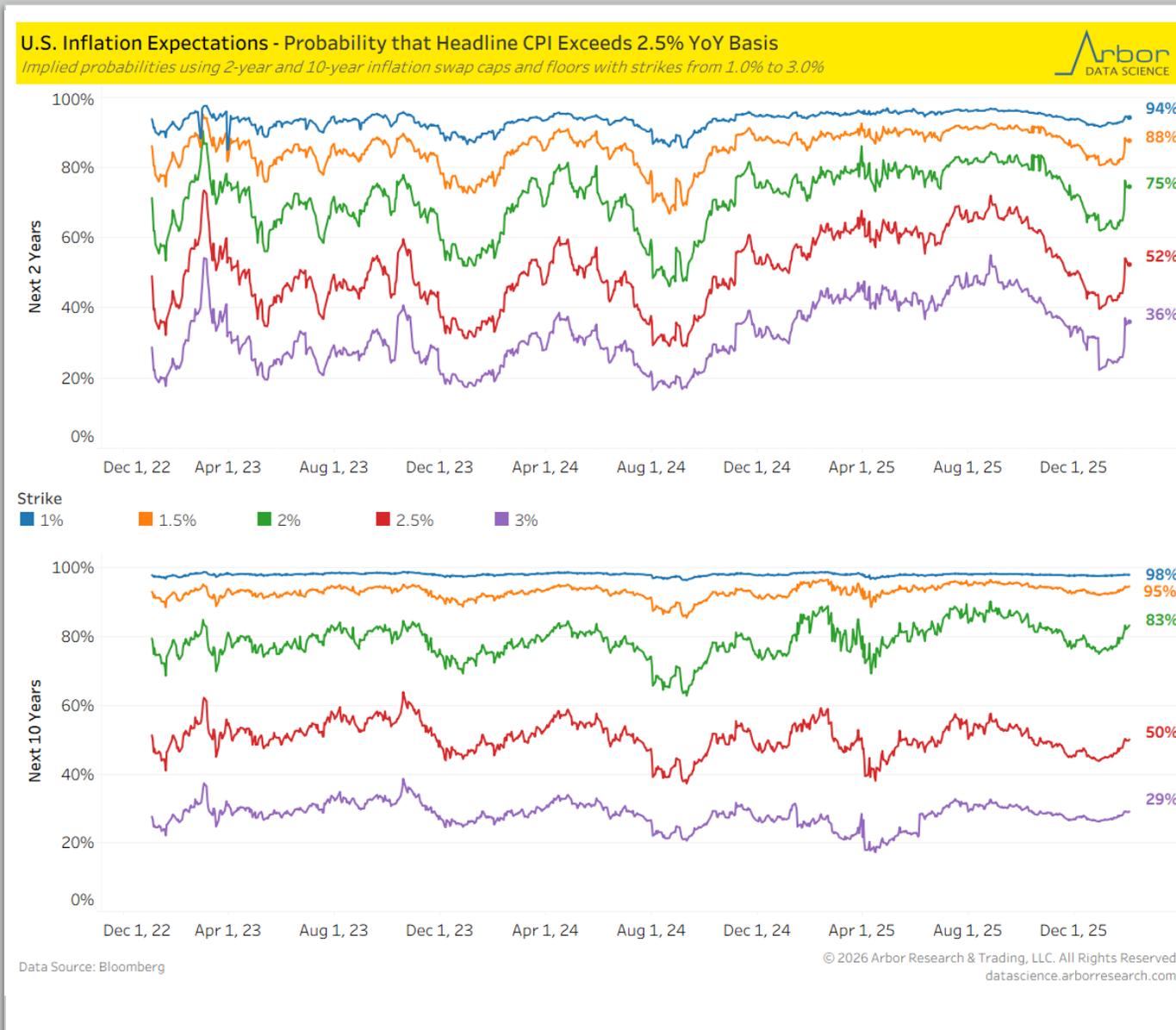


Data Source: Bloomberg © 2026 Arbor Research & Trading, LLC. All Rights Reserved

datascience.arborresearch.com

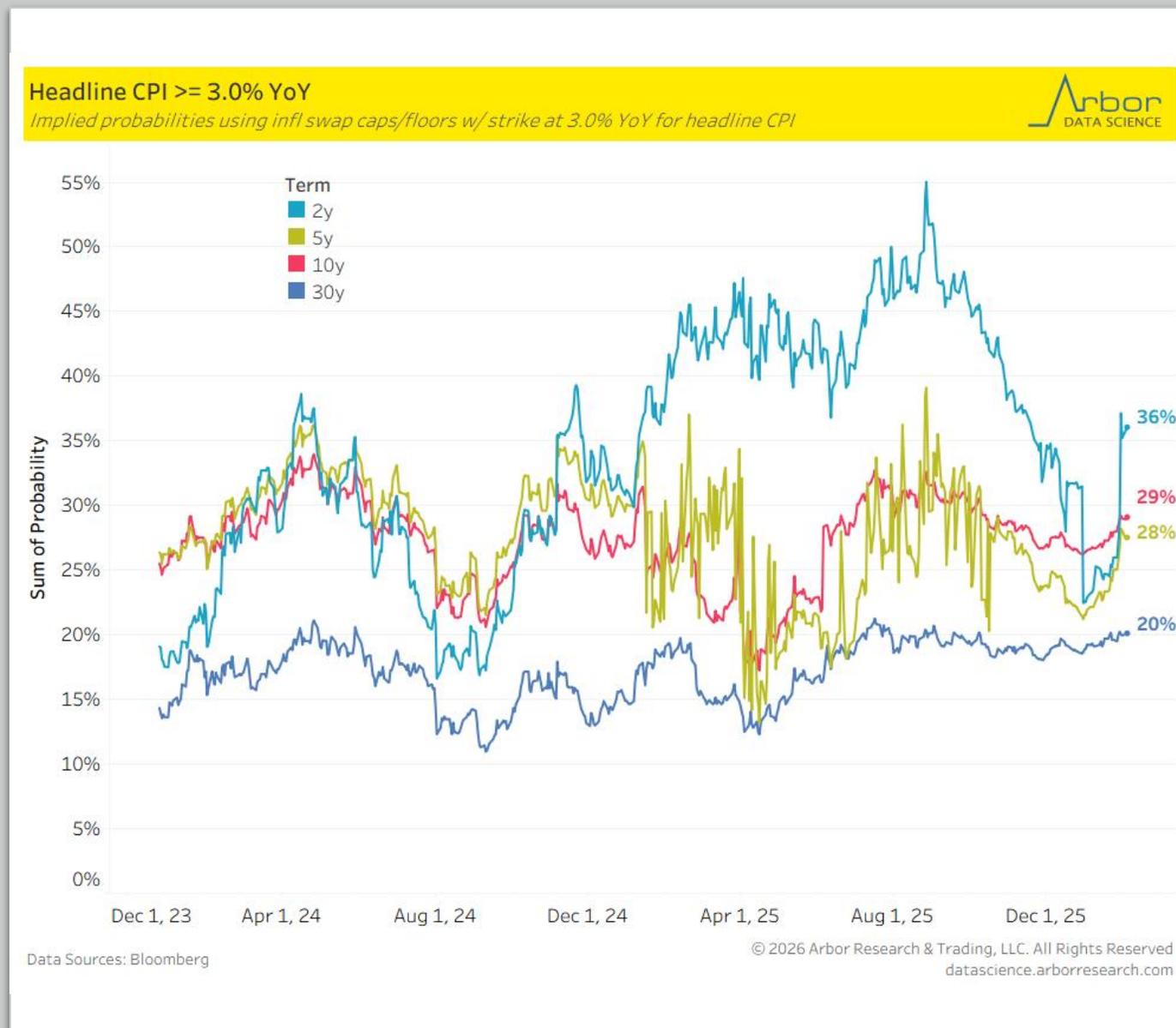
U.S. Inflation Swap Caps and Floors

- Over the past week, inflation expectations for the next 2 years all increased.
- 10-year expectations all increased from the prior week, except for 1.0% and 3.0% which remained constant.
- The probability of 2.5% headline inflation for the next 2 years increased from the previous week to 52%.
- The 10-year probability of 2.5% headline inflation increased from the previous week to 50%.



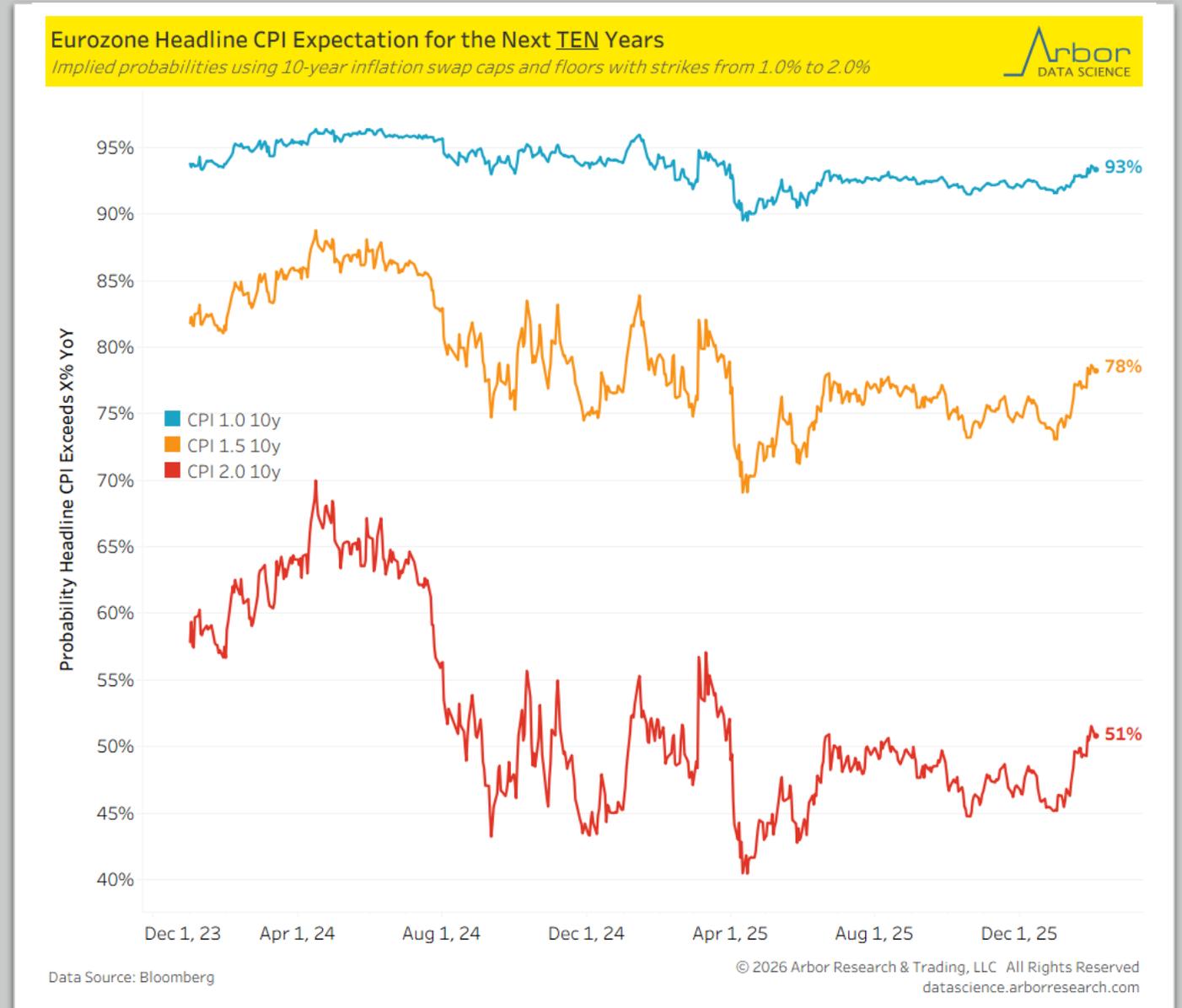
U.S. 3% Headline Expectations

- 3% inflation expectations increased, except for 10 years and 30 years which remained constant.
- Based on swap cap/floor probabilities for the next 2 years, the market gives this outcome a 27% probability.



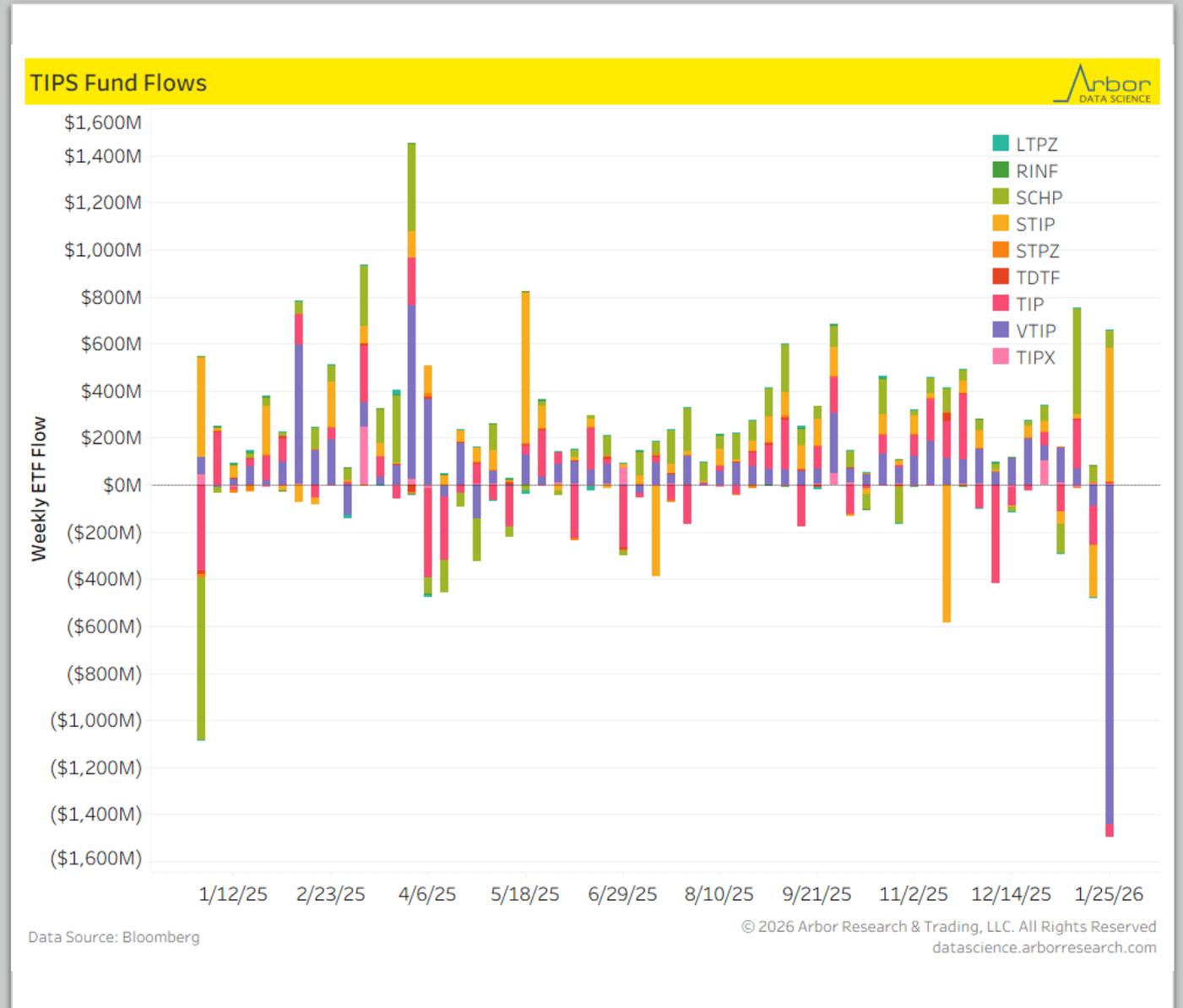
Eurozone Inflation Expectations

- 10-year Eurozone inflation expectations remained constant from the previous week.
- The probability of 2% headline inflation remained the same at 51%.



TIPS Fund Flows

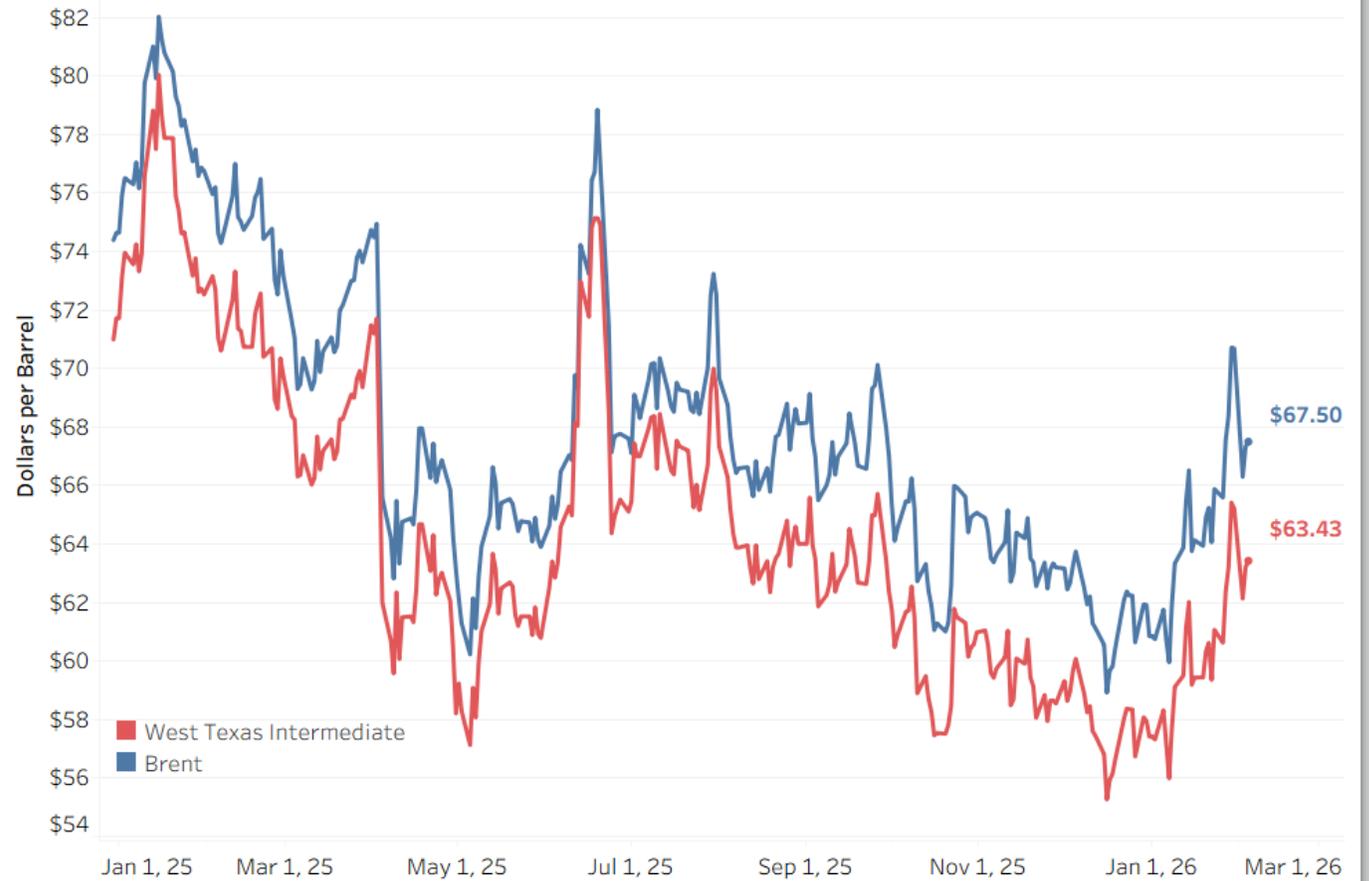
- Flows of funds were mixed last week, with outflows concentrated in one fund. (rounded value)
- Vanguard Short-Term Inflation-Protected Sec. Index ETF: \$1.44 billion outflows



**Brent Crude was down
\$0.38 from last week to
\$67.50**

Crude Oil

Generic WTI Crude Indices



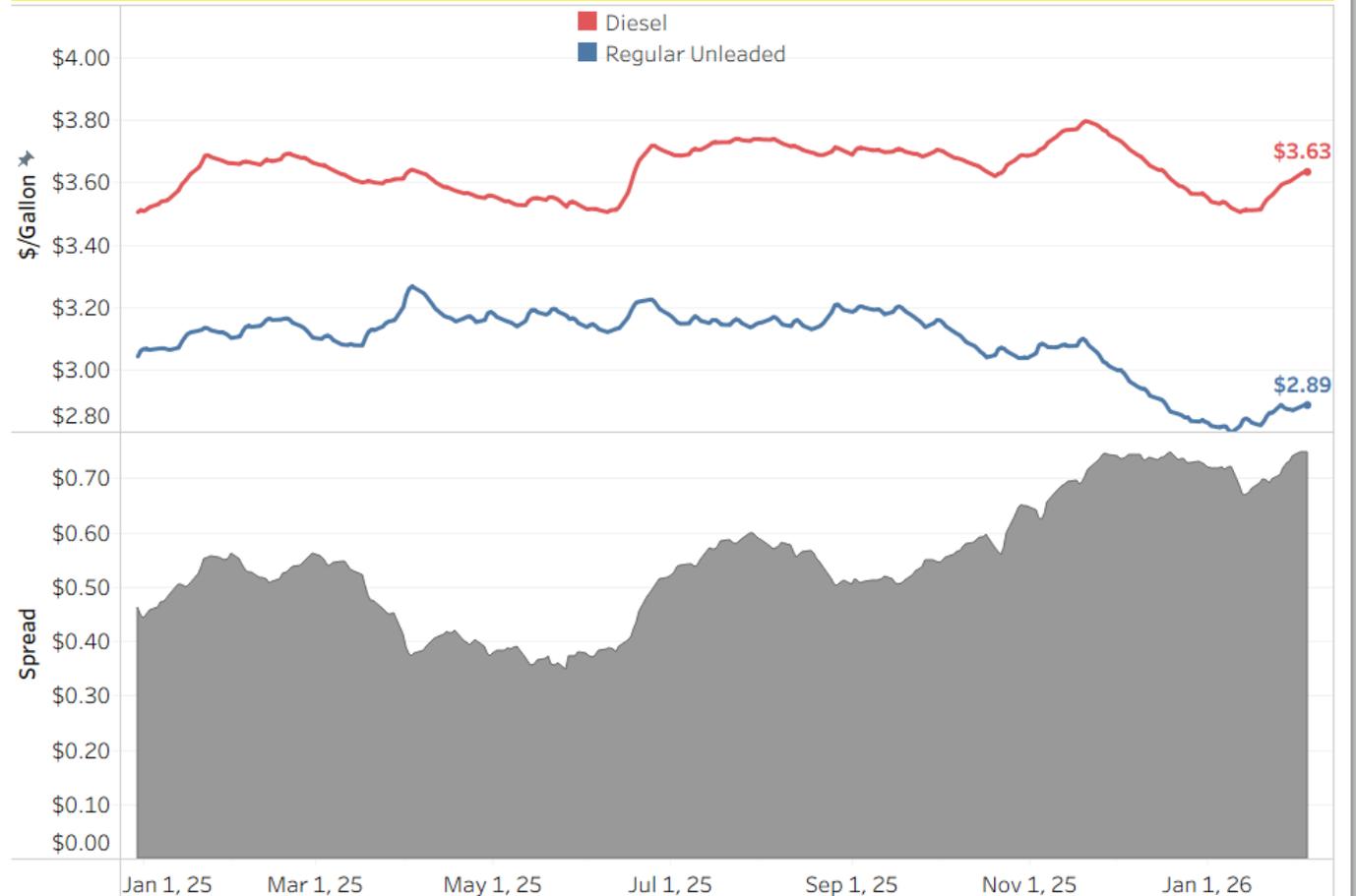
Data Source: Bloomberg

© 2026 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

Average Diesel/Gas Spread increased to \$0.75

U.S. Gasoline Prices - Regular and Diesel

AAA Daily National Average Cost per Gallon



Data Source: American Automobile Association

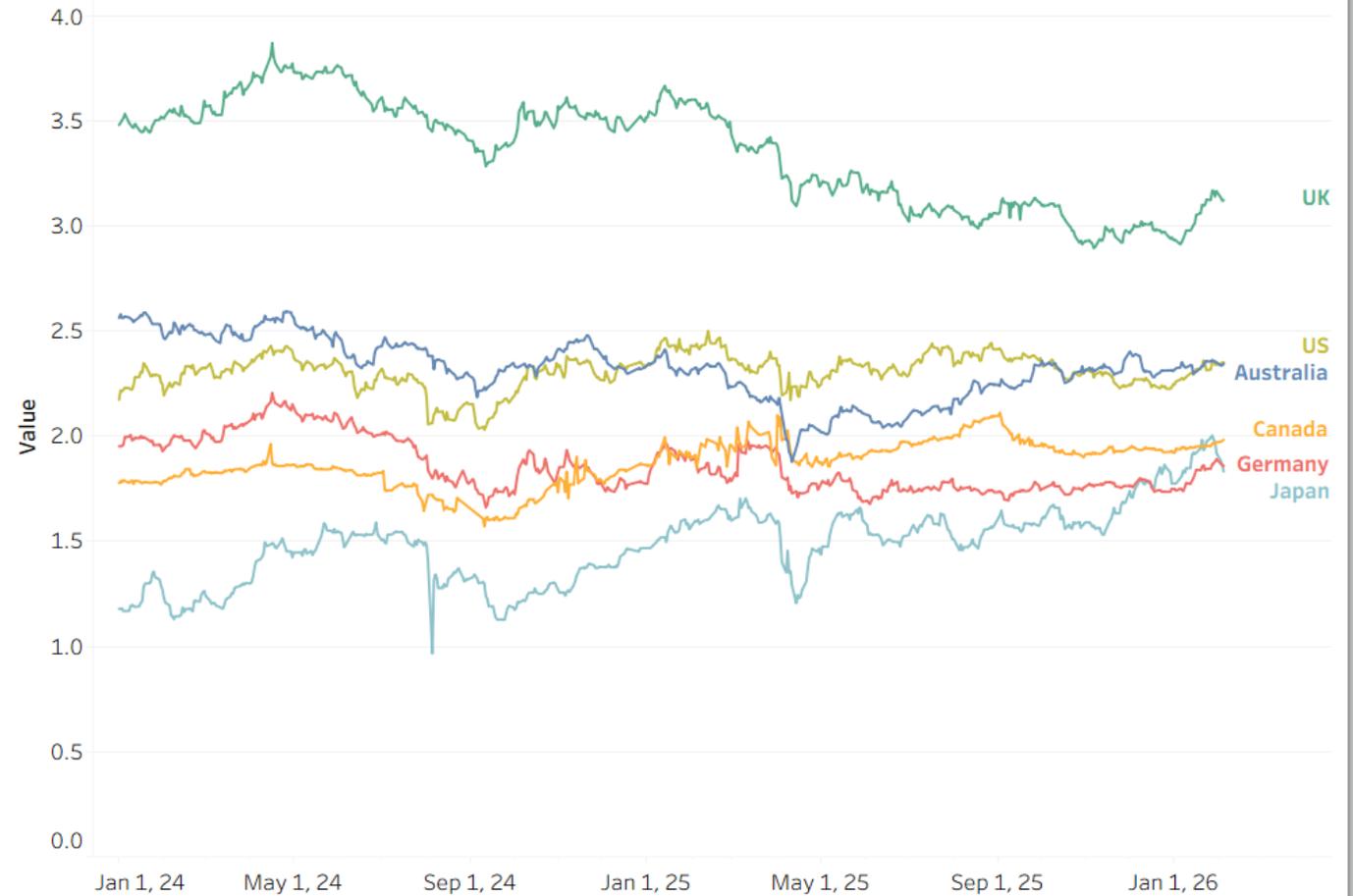
© 2026 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

© 2026 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

10-Year Global Breakevens

10-Year Inflation Expectations

Global Breakevens



Data Source: Bloomberg

© 2026 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

© 2026 Arbor Research & Trading, LLC. All Rights Reserved
datascience.arborresearch.com

Contact Us

Give us a call for more information about our services and products.

Kristen Radosh

kristen.radosh@arborresearch.com

Max Konzelman

max.konzelman@arborresearch.com

Gus Handler

gus.handler@arborresearch.com

Sam Handler

sam.handler@arborresearch.com

Arbor Research & Trading, LLC

22333 Classic Court

Lake Barrington, IL 60010

1-800-606-1872

datascience.arborresearch.com



Copyright 2026 Arbor Research & Trading, LLC. This message is intended only for the personal and confidential use of the designated recipient(s) named above. If you are not the intended recipient of this message you are hereby notified that any review, dissemination, distribution or copying of this message is strictly prohibited. This communication is for information purposes only and should not be regarded as an offer to sell or as a solicitation of an offer to buy any financial product, an official confirmation of any transaction, or as an official statement of Broadstone Insights. Email transmission cannot be guaranteed to be secure or error-free. Therefore, we do not represent that this information is complete or accurate and it should not be relied upon as such. All information is subject to change without notice.