



**STOCK EXCHANGE**

|             | Close  | Daily chg. (%) | Weekly chg. (%) |
|-------------|--------|----------------|-----------------|
| DJIA        | 14 969 | ↓ -0,03        | ↑ 1,01          |
| S&P500      | 1 618  | ↑ 0,19         | ↑ 1,50          |
| Nasdaq100   | 2 955  | ↑ 0,37         | ↑ 3,08          |
| Russell2000 | 960    | ↑ 0,56         | ↑ 1,84          |
| Stoxx600    | 301    | ↓ -0,02        | ↑ 1,20          |
| DAX         | 8 112  | ↓ -0,13        | ↑ 3,03          |
| FTSE 100    | 6 521  | ↔ 0,00         | ↑ 0,98          |
| CAC40       | 3 907  | ↓ -0,15        | ↑ 0,99          |
| ATX         | 2 416  | ↑ 0,71         | ↓ -0,15         |
| IBEX35      | 8 504  | ↓ -0,48        | ↑ 0,63          |
| Nikkei 225  | 14 180 | ↑ 3,55         | ↑ 2,30          |
| Hang Seng   | 22 915 | ↑ 0,99         | ↑ 1,48          |
| SSEC        | 2 231  | ↑ 1,16         | ↑ 2,45          |
| SENSEX      | 19 674 | ↑ 0,50         | ↑ 1,48          |
| RTS         | 1 432  | ↑ 0,16         | ↑ 3,22          |
| Bovespa     | 55 430 | ↓ -0,10        | ↑ 0,99          |

**FX MARKET**

|         | Close  | Daily chg. (%) | Weekly chg. (%) |
|---------|--------|----------------|-----------------|
| EUR/USD | 1,3078 | ↑ 0,03         | ↓ -0,67         |
| EUR/CHF | 1,2262 | ↓ -0,05        | ↑ 0,19          |
| USD/GBP | 1,5537 | ↓ -0,03        | ↑ 0,04          |
| USD/JPY | 99,05  | ↓ -0,28        | ↑ 1,68          |
| AUD/USD | 1,0195 | ↓ -0,53        | ↓ -1,68         |
| USD/CAD | 1,0073 | ↑ 0,06         | ↑ 0,02          |

**RISK INDICATORS**

|               | Close | Daily chg (bp) | Weekly chg (bp) |
|---------------|-------|----------------|-----------------|
| VIX           | 12,7  | ↓ -0,2         | ↓ -1,1          |
| EMBI+ Spread  | 287   | ↑ 12           | ↑ 30            |
| CDS 5Y PIIS   | 197   | ↑ 0            | ↓ -14           |
| CDS 5Y Italy  | 195   | ↑ 0            | ↓ -15           |
| CDS 5Y Belg.  | 38    | ↑ 0            | ↓ -1            |
| iTraxx 5Y EU  | 91,3  | ↓ -4           | ↓ -14           |
| US TED Spread | 23,5  | ↓ -1           | ↑ 2             |

Source: Reuters, OTP Research

**Summary**

- This week started drowsily in Europe; all American indices but the Dow Jones continued their rally, and the sentiment was positive in Asia this morning.
- The dollar has firmed to the euro; Italy's ten-year yield rose to 3.91% and Spanish yields increased to 4.08%.

After Thursday's and Friday's rally, European stock markets had a rather lacklustre Monday, in part because of the non-trading day in London and partly as a result of the poor macroeconomic data from Asia. In Paris, Air France-KLM stock prices landed 4.3% lower as the company gave account of dismal Q1 earnings (net loss). In Frankfurt, the better-than-expected first-quarter figures lifted the industrial gas producer Linde's stock price by 2.7%. In today's report, Commerzbank revealed EUR 31 million smaller loss than the expected 125 million one; the balance of the first three months was dragged down by the EUR 493 million one-off cost of reorganization. The bank's share price soared more than 4% this morning.

American markets were livelier. Although the Dow Jones industrial average moved slightly lower, the S&P500 hit another all-time high. The Nasdaq100 and the Russell2000 also made gains. The Verizon telecom company's management warned that the amount of dividend payment may significantly reduce in the next few years. Market analysts opine that the announcement aimed at squeezing down the USD 100 billion price of Vodafone's 45% stake. If completed, the ownership change could mean the biggest-ever acquisition in the world.

The dollar has firmed to the euro. This morning, slightly out of sync with the rising Asian stock markets, the cross is moving sideways. Pursuing the American direction, all important stock indices in Western Europe opened in the positive territory.

**GOV'T BOND MARKET**

|         | Yield (%) | Daily chg (bp) | Weekly chg (bp) |
|---------|-----------|----------------|-----------------|
| US 2Y   | 0,22      | ↓ 0            | ↑ 1             |
| US 10Y  | 1,76      | ↑ 2            | ↑ 9             |
| JP 2Y   | 0,12      | ↓ 0            | ↓ -1            |
| JP 10Y  | 0,57      | ↓ -2           | ↓ -3            |
| GER 2Y  | 0,00      | ↑ 4            | ↓ 0             |
| GER 10Y | 1,25      | ↑ 8            | ↑ 4             |

**CENTRAL BANKS' RATES**

|            | Rate (%) | 6M Consensus | 1Y Consensus |
|------------|----------|--------------|--------------|
| Fed Funds  | 0,25     | ⇒ 0,25       | ⇒ 0,25       |
| ECB Rate   | 0,50     | ⇒ 0,50       | ⇒ 0,50       |
| BOE Rate   | 0,50     | ⇒ 0,50       | ⇒ 0,50       |
| BOJ Rate   | 0,10     | ⇒ 0,10       | ⇒ 0,10       |
| SNB Target | 0,00     | ⇒ 0,00       | ⇒ 0,00       |

**MONEY MARKET**

|                | Rate (%) | Daily chg (bp) | Weekly chg (bp) |
|----------------|----------|----------------|-----------------|
| US 3M Libor    | 0,28     | ⇒ 0            | ↑ 0             |
| US 2Y Swap     | 0,34     | ↑ 0            | ↑ 1             |
| US 5Y Swap     | 0,87     | ↑ 1            | ↑ 5             |
| EUR 3M Euribor | 0,20     | ↑ 0            | ↓ 0             |
| EUR 2Y Swap    | 0,35     | ↓ -1           | ↓ -4            |
| EUR 5Y Swap    | 0,75     | ↑ 0            | ↑ 2             |
| GB 3M Libor    | 0,51     | ⇒ 0            | ↑ 0             |
| GB 2Y Swap     | 0,58     | ↓ -1           | ↓ -2            |
| GB 5Y Swap     | 0,94     | ↑ 1            | ↓ -1            |
| JP 3M Libor    | 0,16     | ⇒ 0            | ⇒ 0             |
| JP 2Y Swap     | 0,24     | ↓ -1           | ↓ -2            |
| JP 5Y Swap     | 0,37     | ↑ 1            | ↓ -1            |
| CHF 3M Libor   | 0,02     | ⇒ 0            | ⇒ 0             |
| CHF 2Y Swap    | 0,06     | ⇒ 0            | ↑ 1             |
| CHF 5Y Swap    | 0,36     | ↑ 1            | ↑ 3             |

**COMMODITIES**

|           | Close | Daily chg. (%) | Weekly chg. (%) |
|-----------|-------|----------------|-----------------|
| Oil Brent | 105,0 | ↓ -0,44        | ↑ 2,57          |
| Gold      | 1 462 | ↓ -0,46        | ↓ -0,98         |

Source: Reuters, OTP Research

The beginning of the week has few macroeconomic data. Monday's only important statistical release, the eurozone's retail trade dropped by 0.1% month on month, in line with expectations. The statistical office revised the February reading 0.1 percentage point higher. This brings the quarter-on-quarter turnover 0.3% higher. This growth is dwarfed by the fourth quarter's 1.5% month-on-month fall, but it is still the best gauge since Q3 2010. It also signifies that, despite the problems, households' demand in the eurozone is not in a downtrend. That said, the eurozone's Q1 GDP data is likely to indicate a decline in value added.

Today's publications inform about Britain's retail sales, and German factory orders in March. Analysts expect the latter to decline after the significant expansion in February.

|         | COUNTRY | DATE | FACT                    | CONSENSUS | PREVIOUS |      |
|---------|---------|------|-------------------------|-----------|----------|------|
| Monday  | EZ      | Mar  | Retail sales (mom, %)   | -0,1      | -0,1     | -0,2 |
| Tuesday | UK      | Apr  | Retail sales (yoy, %)   | 1,8       | 1,9      |      |
|         | DE      | Mar  | Factory orders (mom, %) | -0,5      | 2,3      |      |

Source: Reuters, OTP Research

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