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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 568	↑ 0,14	↑ 0,75
S&P500	1 692	↓ -0,19	↑ 0,96
Nasdaq100	3 029	↓ -0,86	↓ -1,57
Russell2000	1 052	↓ -0,11	↑ 1,29
Stoxx600	299	↓ -0,29	↑ 1,40
DAX	8 314	↓ -0,20	↑ 1,38
FTSE 100	6 597	↓ -0,39	↑ 0,63
CAC40	3 923	↓ -0,43	↑ 1,87
ATX	2 298	↓ 0,00	↑ 0,34
IBEX35	8 074	↑ 1,35	↑ 3,53
Nikkei 225	14 731	↓ -0,32	↑ 0,80
Hang Seng	21 915	↑ 2,33	↑ 2,83
SSEC	2 044	↑ 1,95	↓ -1,06
SENSEX	20 302	↑ 0,71	↑ 2,27
RTS	1 380	↓ -0,01	↑ 0,81
Bovespa	48 820	↑ 0,51	↑ 4,16

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3202	↓ -0,14	↑ 0,59
EUR/CHF	1,2363	↑ 0,01	↑ 0,09
USD/GBP	1,5352	↓ -0,10	↑ 0,92
USD/JPY	99,77	↑ 0,37	↑ 0,20
AUD/USD	0,9252	↓ -0,47	↑ 0,22
USD/CAD	1,0301	↑ 0,16	↓ -0,97

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,7	↑ 0,4	↓ -1,8
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	238	↓ -2	↓ -27
CDS 5Y Italy	220	↓ -1	↓ -12
CDS 5Y Belg.	36	↓ -1	↓ -4
iTraxx 5Y EU	99,2	↑ 1	↓ -7
US TED Spread	23,8	↓ 0	↑ 1

Source: Reuters, OTP Research

Summary

- Developed stock markets opened yesterday's trading day optimistically, but they ran out of steam by the close.
- China's manufacturing engine lost further momentum in July.

Tuesday's trading on Western European stock markets started optimistically, but markets ran out of the initial impetus in the afternoon that is why all of Europe's key indices closed in the red: the Footsie dropped by 0.4%, the CAC40 retreated 0.4%, and the DAX lost 0.2%. Despite the pessimistic mood, the periphery indices climbed higher yesterday, the Spanish IBEX35 rose by 1.4%, probably benefiting from the favourable macroeconomic statistics. The Bank of Spain published a better forecast for the Spanish GDP: the view of the Bank of Spain the Spanish Q2 GDP fall only 0.1% after the Q1's -0.5%.

US indices started Tuesday's trading with gains. Any macro data was not published yesterday so the investors did not take significant position on the markets. The key American benchmarks closed yesterday's trading day mixed: Nasdaq closed 0.6% lower and S&P declined by 0.2% while rising 0.1% sent the Dow to a fresh high. Of the S&P's sector indices materials and utilities saw the strongest increases on Tuesday, while the technology and financial sector indices were the weakest performers.

After American markets close, Apple published its Q3 earnings figures which were better than expected. The company reported 7.47 dollars earnings per share. The Apple's revenue was USD 35.3 bn and the net profit was USD 6.9 bn which shows 22% decline yoy.

Wednesday's trading on Asian stock markets started pessimistically. Due to the pessimistic mood and the worse than expected Chinese HSBC manufacturing PMI Asia's key indices closed in the red.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,33	↑	3	↑	0
US 10Y	2,51	↑	2	↓	-3
JP 2Y	0,13	↓	0	↓	0
JP 10Y	0,79	↓	-1	↓	-4
GER 2Y	0,11	↑	3	↓	-1
GER 10Y	1,52	↑	0	↓	-6

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	0,27	↑	0	↓	0
US 2Y Swap	0,47	↑	0	↑	2
US 5Y Swap	1,49	↑	2	↑	2
EUR 3M Euribor	0,22	↑	0	↑	1
EUR 2Y Swap	0,55	↓	-1	↑	6
EUR 5Y Swap	1,09	↓	-2	↑	3
GB 3M Libor	0,51	⇒	0	↑	0
GB 2Y Swap	0,71	↓	-1	↓	-1
GB 5Y Swap	1,37	↓	-2	↓	-4
JP 3M Libor	0,16	⇒	0	↑	0
JP 2Y Swap	0,25	↓	-1	↓	-1
JP 5Y Swap	0,42	↓	-2	↓	-4
CHF 3M Libor	0,02	⇒	0	⇒	0
CHF 2Y Swap	0,16	⇒	0	↑	2
CHF 5Y Swap	0,66	↑	1	↓	-1

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	108,2	↓	-0,24	↓	-0,41
Gold	1 340	↓	-0,53	↑	5,09

Source: Reuters, OTP Research

The HSBC flash manufacturing PMI for China unexpectedly fell to 47.7 in July, after 48.2 a month earlier, so the index sank eleven-month low. This month's HSBC's statistics have further intensified fears that China's economy may be decelerating.

Germany's, France's and EZ's Markit PMI and American new home sales statistic are due out today.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	EZ	Jul	Consumer confidence (point)	-17,4	-18,3	-18,8
Wednesday	CN	Jul	HSBC Manufacturing PMI (flash, point)	47,7	-	48,2
	FR	Jul	Markit Manufacturing PMI (flash, point)		48,8	48,4
	DE	Jul	Markit Manufacturing PMI (flash, point)		49,2	48,6
	EZ	Jul	Markit Manufacturing PMI (flash, point)		49,1	48,8
	US	Jun	New home sales-units (million, mom)		0,482	0,476

Source: Reuters, OTP Research

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