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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 639	↑ 0,15	↑ 0,45
S&P500	1 768	↑ 0,36	↑ 0,33
Nasdaq100	3 385	↑ 0,15	↑ 0,06
Russell2000	1 108	↑ 1,15	↓ -0,87
Stoxx600	323	↑ 0,31	↑ 0,94
DAX	9 037	↑ 0,33	↑ 0,65
FTSE 100	6 764	↑ 0,43	↑ 0,56
CAC40	4 289	↑ 0,36	↑ 0,87
ATX	2 657	↑ 2,06	↑ 4,68
IBEX35	9 874	↑ 0,36	↑ 1,41
Nikkei 225	14 225	↑ 0,17	↓ -0,70
Hang Seng	23 090	↓ -0,43	↑ 1,07
SSEC	2 157	↑ 0,35	↑ 1,33
SENSEX	21 113	↓ -0,39	↑ 0,88
RTS	1 475	→ 0,00	↓ -1,20
Bovespa	54 437	↑ 0,78	↓ -1,16

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3501	↓ -0,09	↓ -1,78
EUR/CHF	1,2301	↑ 0,07	↓ -0,42
USD/GBP	1,5966	↑ 0,26	↓ -0,49
USD/JPY	98,43	↓ -0,17	↑ 0,26
AUD/USD	0,9481	↓ -0,29	↑ 0,07
USD/CAD	1,0435	↑ 0,14	↓ -0,31

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,9	↓ -0,4	↓ -0,4
EMBI+ Spread	287	↓ -6	↓ -5
CDS 5Y PIIS	180	↓ -8	↓ -8
CDS 5Y Italy	167	↓ -6	↓ -6
CDS 5Y Belg.	30	↓ -1	↓ -2
iTraxx 5Y EU	84,2	↑ 1	↓ -2
US TED Spread	19,8	→ 0	↓ -2

Source: Reuters, OTP Research

**Summary**

- Advanced stock markets ground higher on Monday, but a clear-cut move is unlikely to come before Thursday's and Friday's macroeconomic releases and rate decisions.
- News on abandoning sell-off plan slashed Blackberry's share price by 14%.
- Following the intensive appreciation in the recent days, the dollar slightly retreated versus the euro, but the greenback is seen firming again this morning.

All advanced markets made gains on Monday, and investors were fairly optimistic in this morning's Asian trading too. There was no particular reason for the general optimism (most of the moves were modest); no marked moves are likely to come before Thursday's US GDP data, Friday's US job market statistics, or ahead of the ECB's and the BoE's rate decisions on Thursday.

That said, meaningful changes were seen on the corporate front. In Frankfurt, Europe's biggest potash supplier surged 9%; VW and Bayer also headed higher. In Milan, Fiat fared well (+2.7%), and HSBC surged 2.3% in London, benefiting from its earnings report. The winner of the day was the Mexican-based Fresnillo mining company, with 4.5% rally. On the other hand, easyJet nose-dived 5.1%.

All US benchmarks (but the index of small caps, Russell) closed with modest gains. The stocks of Blackberry's manufacturer, Research In Motion, plunged 14%, after the management admitted that its sell-off efforts had failed and the CEO stepped down.

China's Prime Minister Li Keqiang laid down a minimum expected growth rate of 7.2% for the country's economy; in his opinion, this is the minimum rate of annual expansion that is necessary to keep unemployment rate below 4%. The government's growth target remained at 7.5%. The Chinese leader also mentioned that the government was paying attention to the lending processes and attempts to avert an overly loose monetary policy.

The dollar has slightly weakened to the euro. This morning saw a firming greenback, and the EUR/USD was seen at 1.3485 after Europe opened. The majority of European stock markets started today's session with slight increase.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,30	↓	0	↓	-2
US 10Y	2,60	↓	-1	↑	8
JP 2Y	0,10	↑	10	↓	0
JP 10Y	0,61	↑	61	↓	-1
GER 2Y	0,11	↑	0	↓	-10
GER 10Y	1,69	↑	2	↓	-7

**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	0,24	↑	0	↑	0
US 2Y Swap	0,40	↓	0	↓	0
US 5Y Swap	1,47	↑	2	↑	8
EUR 3M Euribor	0,23	↑	0	↓	0
EUR 2Y Swap	0,48	↓	-1	↓	-8
EUR 5Y Swap	1,09	↓	-1	↓	-9
GB 3M Libor	0,52	↑	0	↑	0
GB 2Y Swap	0,77	↑	1	↓	0
GB 5Y Swap	1,65	↓	-1	↑	0
JP 3M Libor	0,14	→	0	→	0
JP 2Y Swap	0,21	↓	0	↓	0
JP 5Y Swap	0,33	↓	-1	↑	0
CHF 3M Libor	0,02	↑	0	↑	0
CHF 2Y Swap	0,08	↑	0	↓	-1
CHF 5Y Swap	0,59	↑	0	↓	-3

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	106,4	↑	0,19	↓	-2,37
Gold	1 315	↑	0,05	↓	-2,13

Source: Reuters, OTP Research

In the final release, Markit institute has revised upward the October reading of the German manufacturing confidence index (to 51.7 points). The gauge for the eurozone remained at 51.3 points.

The statistical office published the August and the September readings for factory orders at the same time. The late-summer gauge indicated decline, as opposed to the expected increase (and the July dynamics was also revised down), but then orders rose by 1.7% QoQ in September (expected: +1.9%).

Today's releases include further confidence indices as well as statistics on inflation processes in Europe.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	DE	Oct	Markit Manufacturing PMI (point)	51,7	51,5	51,5
	EZ	Oct	Markit Manufacturing PMI (point)	51	51,3	51,3
	US	Sep	Factory orders (%)	-0,1	0,2	-2,8
Tuesday	EZ	Sep	PPI (yoy, %)		-0,7	-0,8
	CH	Oct	CPI (yoy, %)		-0,2	-0,1
	CN	Oct	HSBC services PMI (point)	52,6	-	52,4
	US	Oct	ISM non-manufacturing index (point)		54,0	54,4

Source: Reuters, OTP Research

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