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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 441	↓ -0,82	↓ -0,23
S&P500	1 832	↓ -0,89	↓ -0,55
Nasdaq100	3 564	↓ -0,79	↓ -0,29
Russell2000	1 151	↓ -1,11	↓ -0,85
Stoxx600	326	↓ -0,74	↑ 0,50
DAX	9 400	↓ -1,59	↓ -1,97
FTSE 100	6 718	↓ -0,46	↓ -0,49
CAC40	4 227	↓ -1,60	↑ 0,21
ATX	2 534	↓ -0,50	↓ -0,65
IBEX35	9 760	↓ -1,58	↓ -0,60
Nikkei 225	16 291	→ 0,00	↑ 0,69
Hang Seng	22 848	↓ -2,11	↓ -1,70
SSEC	2 084	↓ -1,19	↓ -0,81
SENSEX	20 789	↓ -0,47	↓ -1,91
RTS	1 443	→ 0,00	↓ -0,38
Bovespa	50 341	↓ -2,26	↓ -1,72

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3649	↓ -0,15	↓ -0,67
EUR/CHF	1,2289	↓ -0,01	↑ 0,33
USD/GBP	1,6451	↓ -0,68	↓ -0,16
USD/JPY	104,25	↓ -0,49	↓ -0,86
AUD/USD	0,8966	↑ 0,69	↑ 1,11
USD/CAD	1,0649	↓ -0,18	↓ -0,50

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,2	↑ 0,5	↑ 1,8
EMBI+ Spread	287	↓ -6	↓ -5
CDS 5Y PIIS	161	↓ -8	↓ -10
CDS 5Y Italy	133	↓ -9	↓ -9
CDS 5Y Belg.	28	↓ -1	↓ 0
iTraxx 5Y EU	69,7	↓ -1	↓ -7
US TED Spread	17,6	→ 0	↑ 0

Source: Reuters, OTP Research

Summary

- The year started with profit-taking: Europe's most important indices closed 0.5-1.6% down, and their American peers dropped 0.8-1.1%.
- The dollar strengthening vis-à-vis the euro led the EUR/USD to 1.365. The 10Y US yield dropped below 3.00%.
- Precious metals fared well: the price of gold rose by 1.5%, and silver went up 2.8% in Thursday's trading.

The year began with profit-taking: following the leading advanced markets' +15-25% gains last year, many investors took profits on the first trading day of 2014. As a result, Europe's key indices sank 0.5-1.6%, while their US peers closed 0.8-1.1% in the red.

The dollar's appreciation brought down the EUR/USD to 1.365. The 10Y US yield dropped below 3.00% once again. Precious metals fared well, the bullion added 1.5%, and silver surged 2.8% in yesterday's trading session.

Forward-rated agreements suggest that stock markets' decline may continue in the USA, and there is hectic trading on European markets.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,38	↓	-1	↓	-2
US 10Y	2,99	↓	-5	↓	-1
JP 2Y	0,10	→	0	↓	0
JP 10Y	0,71	→	0	↑	1
GER 2Y	0,24	↑	1	↑	0
GER 10Y	1,96	↑	0	↑	9

CENTRAL BANKS' RATES

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	→	0,25	→	0,25
ECB Rate	0,25	→	0,25	→	0,25
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	0,46	↓	0	↓	-1
US 5Y Swap	1,77	↑	3	↑	2
EUR 3M Euribor	0,28	↓	0	↓	-1
EUR 2Y Swap	0,53	→	0	↓	0
EUR 5Y Swap	1,26	↓	0	↓	-2
GB 3M Libor	0,53	↓	0	↓	0
GB 2Y Swap	0,97	→	0	↑	0
GB 5Y Swap	2,09	↓	-1	↑	2
JP 3M Libor	0,15	→	0	↑	0
JP 2Y Swap	0,19	↓	-1	↑	0
JP 5Y Swap	0,38	↓	-1	↑	2
CHF 3M Libor	0,02	→	0	↑	0
CHF 2Y Swap	0,14	↑	1	↑	2
CHF 5Y Swap	0,73	↑	1	↓	-1

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	107,9	↑	0,06	↓	-3,69
Gold	1 236	↑	0,90	↑	1,88

Source: Reuters, OTP Research

China's services sector PMI (purchasing managers' index) fell to a four-month low of 54.6 in December. However, holding above the 50 line still predicts an expansion in the services sector. In America, ISM's December gauge of manufacturing PMI, at 57.0, matched expectations but is slightly below the November reading of 57.3. The weekly US unemployment data were mixed: although initial jobless claims have somewhat increased, the continuing jobless claims number has contracted.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday	EZ	Dec	Markit manufacturing PMI (points)	52,7	52,7	52,7
	US	Dec	ISM manufacturing PMI (points)	57,0	57,0	57,3
	US	weekly	Initial jobless claims ('000s)	339	-	338
	US	weekly	Continuous claims ('000s)	2 833	-	2 923
Friday	US	Dec	Total vehicle sales (annualized monthly, millions)		16,0	15,2

Source: Reuters, OTP Research

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