

## Headquarter Treasury Sales

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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 222	↓ -0,70	↓ -0,72
S&P500	1 861	↓ -0,61	↓ -0,40
Nasdaq100	3 683	↓ -0,64	↑ 0,86
Russell2000	1 196	↓ -0,78	↑ 1,61
Stoxx600	328	↓ -0,09	↓ -0,10
DAX	9 277	↑ 0,37	↑ 0,96
FTSE 100	6 573	↓ -0,49	↓ -0,72
CAC40	4 308	↓ -0,12	↑ 0,04
ATX	2 484	↑ 0,28	↑ 1,29
IBEX35	10 093	↑ 0,42	↑ 0,23
Nikkei 225	14 224	↓ -1,65	↓ -3,99
Hang Seng	21 171	↓ -1,84	↓ -1,41
SSEC	1 997	↓ -1,23	↓ -1,10
SENSEX	21 784	↓ -1,23	↓ -1,10
RTS	1 156	↓ -0,47	↑ 5,06
Bovespa	46 567	↑ 0,90	↑ 2,47

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3828	↓ -0,03	↓ -0,29
EUR/CHF	1,2190	↑ 0,07	↑ 0,49
USD/GBP	1,6541	↓ -0,31	↓ -0,50
USD/JPY	102,28	↓ -0,05	↑ 0,44
AUD/USD	0,9021	↓ -0,21	↓ -0,10
USD/CAD	1,1246	↑ 0,11	↑ 1,56

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	15,1	↑ 0,6	↑ 0,6
CDS 5Y PIIS	15	↑ 1	↑ 1
CDS 5Y Italy	110	↓ -4	↓ -3
CDS 5Y Belg.	114	↓ -4	↑ 0
iTraxx 5Y EU	26,9	↓ 0	↑ 0
US TED Spread	71,3	↓ -2	↓ -1

Source: Reuters, OTP Research

**Summary**

- The Fed is to cut QE3 by USD 10 billion a month; American indices fell on the announcement.
- The key US indices closed in the red on Wednesday.
- Asia's indices were more than one percent down.

American indices declined following the Fed's Wednesday announcement. At 19:00 CET, the Federal Reserve announced to reduce its monthly asset purchases by USD 10 billion, to USD 55 billion a month. This involves spending USD 25 billion on purchasing mortgage-backed securities and USD 30 billion on government bonds. In her speech, the Fed's new chair found the US economy strong enough to continue to bolster the labour market's recovery, adding that personal consumption expenditure index (an inflation index closely watched by the Fed) remains below 2%, therefore the accommodative monetary policy is likely to remain for long.

The Fed's announcement stirred the major US indices. In the last hour of yesterday's trading, US benchmarks worked off most of the earlier losses, thus the Dow dropped 0.7%, the S&P500 and the Nasdaq slid 0.6% each, and Russel fell 0.9% by the end of Wednesday's session. The news sent US government bond yields higher too: two-year maturities upped by eight basis points, and ten-year bond yields rose by nine basis points. Of the Dow's components, UnitedHealth Group was the strongest name, with 2.5% rise, while diving -1.7% ranked Boeing at the bottom of sub-indices' chart.

Europe's key indices closed mixed. The most successful ones were Germany's DAX and Madrid's IBEX 35, both soaring 0.4%.

Nearly all of the Far East's indices closed in the red, with the Hang Seng losing 1.8% by the end of trading.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,43	↑	8	↑	6
US 10Y	2,77	↑	9	↑	3
JP 2Y	0,07	↓	-1	↓	-1
JP 10Y	0,62	↓	0	↓	-1
GER 2Y	0,16	↓	0	↓	-1
GER 10Y	1,57	↑	0	↓	-5

**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	0,23	↓	0	↓	0
US 2Y Swap	0,52	↓	0	↑	6
US 5Y Swap	1,78	↑	2	↑	20
EUR 3M Euribor	0,31	↑	0	↑	1
EUR 2Y Swap	0,51	↑	1	↑	6
EUR 5Y Swap	1,05	↑	8	↑	12
GB 3M Libor	0,52	↑	0	↓	0
GB 2Y Swap	0,96	→	0	↓	-1
GB 5Y Swap	1,92	↓	-2	↓	-3
JP 3M Libor	0,14	→	0	↑	0
JP 2Y Swap	0,18	↓	-1	↓	-1
JP 5Y Swap	0,30	↓	-2	↓	-3
CHF 3M Libor	0,02	↑	0	↑	1
CHF 2Y Swap	0,07	↑	1	↑	2
CHF 5Y Swap	0,47	↑	1	↑	3

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	106,0	↑	0,15	↓	-1,29
Gold	1 331	↓	-0,02	↓	-2,88

Source: Reuters, OTP Research

Wednesday's string of US macroeconomic data has met analysts' forecast, only the current account balance missed expectations. Today's statistical releases will shed light on existing home sales and business sentiment index.

In Europe, the Netherlands' industrial production came in worse than had been thought, but Britain's unemployment rate was in line with analysts' projections. This morning's publication of Germany's producer price index was in line with analysts' poll.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	UK	Mar	Minutes rete decision		-	-
	US	Q4	Current account (MoM, mld USD)	81,12	-87,5	-94,8
	PL	Feb	Industrial production (MoM, %)	5,3	6,1	4,1
	US	Mar	Rate decision (%)	0,3	0,3	0,3
	US	Mar	QE amount (MoM mld eur)	55,0	-	65,0
	UK	Jan	ILO unemployment rate (YoY, %)	7,2	7,1	7,2
Thursday	DE	Feb	Producer prices (YoY, %)	-0,9	-0,9	-1,1
	CH	Q1	Rate decision (%)		-	0,3
	US	Feb	Existing home sales (MoM, ths)		4 660,0	4 620,0
	US	Mar	Philly Fed business index (%)		0,4	-6,3

Source: Reuters, OTP Research

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