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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 068	→ 0,00	↑ 1,28
S&P500	1 985	→ 0,00	↑ 1,25
Nasdaq100	3 923	→ 0,00	↑ 1,91
Russell2000	1 208	→ 0,00	↑ 1,27
Stoxx600	348	↓ -0,28	↑ 1,75
DAX	10 009	↓ -0,20	↑ 1,98
FTSE 100	6 866	↑ 0,01	↑ 1,60
CAC40	4 469	↓ -0,47	↑ 0,72
ATX	2 460	↓ -3,02	↓ -1,26
IBEX35	11 009	↓ -0,73	↑ 0,45
Nikkei 225	15 379	↓ -0,37	↑ 0,35
Hang Seng	23 521	↓ -0,11	↓ -0,12
SSEC	2 060	↑ 0,03	↑ 0,57
SENSEX	25 998	↑ 0,68	↑ 2,16
RTS	1 360	↓ -2,17	↓ -1,40
Bovespa	54 056	↑ 0,34	↑ 1,67

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3591	↓ -0,01	↓ -0,73
EUR/CHF	1,2156	↓ -0,05	↑ 0,12
USD/GBP	1,7158	↑ 0,03	↑ 0,32
USD/JPY	101,99	↓ -0,11	↑ 0,68
AUD/USD	0,9360	↑ 0,01	↓ -0,74
USD/CAD	1,0649	↓ -0,04	↓ -0,17

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	10,3	↓ -0,5	↓ -1,3
CDS 5Y PIIS	10	↓ -1,0	↑ 3,8
CDS 5Y Italy	79	↓ -2,7	↑ 0,9
CDS 5Y Belg.	80	↑ 4,1	↑ 0,0
iTraxx 5Y EU	31,9	↓ -2,7	↓ -4,0
US TED Spread	55,6	→ 0,0	↑ 1,6

Source: Reuters, OTP Research

**Summary**

- Equity indices went down in Europe; prices were largely driven by banking sector-related news. US markets were closed on Friday.
- Germany published falling industrial output and factory orders figures.

America's stock markets were closed on Independence Day. Europe lost the momentum seen in previous days and indices headed down. Sixteen of the 18 national benchmarks subsided; the FTSE inched a single basis point higher, while the Stoxx600 sank 0.3% into the red. Austria's stock index fell 3%, chiefly dragged down by the plunge in banking shares. Austria's Erste Group Bank AG, which is listed in the Stoxx600 index, lost 16% of its value after forecasting EUR 1.6 billion loss in 2014, owing to the higher provisions (EUR 2.4 billion) in the Hungarian and Romanian subsidiaries. In Friday's session, Raiffeisen Bank International fell 4.1% and KBC Groep declined by 2.8%. Both banks have businesses in Eastern Europe, two-thirds of the latter's revenue comes from daughter companies in Russia and Central & Eastern Europe – apparently, the effect of the Russia-Ukraine tension has become palpable on Europe's equity markets. BNP shed 2.1% following a downgrade in the wake of a USD 8.9 billion fine in the USA for violating the sanctions against Iran, Sudan and other countries. Despite Friday's drops, Europe's stock markets fared well in week/week comparison: the DAX added 2%, the FTSE upped by 1.6%, and the Stoxx600 gained 1.8% last week. Meanwhile in the USA, the Nasdaq100 advanced almost 2% in four days; the Dow, the S&P and the Russell each closed the week 1.3% higher.

Most of Asia's stock markets went down in Asia, chiefly dragged down by technology names' weaker performance. On the other hand, India's Sensex advanced more than 1%.

Today's trading day is likely to be more exciting; American markets will open, and Alcoa's earnings report on Tuesday will mark the beginning of the Q2 reporting season.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,53	↑	4	↑	7
US 10Y	2,66	↑	3	↑	13
JP 2Y	0,08	↑	0	↓	0
JP 10Y	0,57	↑	0	↑	1
GER 2Y	0,03	→	0	↓	0
GER 10Y	1,29	↑	0	↑	5

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	→	0,25	→	0,25
ECB Rate	0,15	→	0,15	→	0,15
BOE Rate	0,50	→	0,50	↑	1,00
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	0,64	↑	2	↑	9
US 5Y Swap	1,80	↑	3	↑	14
EUR 3M Euribor	0,20	↓	0	↓	0
EUR 2Y Swap	0,30	↓	-1	↓	-1
EUR 5Y Swap	0,66	↓	-1	↑	2
GB 3M Libor	0,56	↑	0	↑	0
GB 2Y Swap	1,38	↑	2	↓	0
GB 5Y Swap	2,25	↓	-1	↓	0
JP 3M Libor	0,13	→	0	→	0
JP 2Y Swap	0,16	↓	-1	↓	0
JP 5Y Swap	0,25	↓	-1	↓	0
CHF 3M Libor	0,01	→	0	↑	0
CHF 2Y Swap	0,04	↑	0	↓	-3
CHF 5Y Swap	0,29	↓	-1	↑	2

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	110,6	↓	-0,05	↓	-1,58
Gold	1 314	↓	-0,45	↓	-0,99

Source: Reuters, OTP Research

On Friday, Germany published factory goods orders statistics; indicating 1.7% month/month drop in May, as opposed to the expected 1% growth. Germany's industrial production data for May also came in worse than had been thought; the gauge released this morning shows 1.8% contraction.

Today the eurozone's investment sentiment index, Sentix will see the light of day. Analysts expect a slight deterioration.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	DE	May	Industrial orders (mom, %)	-1,7	1,0	3,1
Monday	DE	May	Industrial output (mom, %)	-1,8	0,0	-0,3
	EZ	Jul	Sentix Index (points)		8,0	8,5

Source: Reuters, OTP Research

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