

## Headquarter Treasury Sales

**Tania Fantana**

+4021 30758 76

tania.fantana@otpbank.ro

**Alexandru Tibuleac**

+4021 30758 52

alexandru.tibuleac@otpbank.ro

**Alina Gheorghita**

+4021 30758 25

alina.gheorghita@otpbank.ro

**Andreea Nica**

+4021 30758 27

andreea.nica@otpbank.ro

## Regional Treasury Sales

**Szilamer Kozma - Cluj**

+40755 000 400

szilamer.kozma@otpbank.ro

**Tudor Zaman - Bucuresti**

+4021 30758 76

tudor.zaman@otpbank.ro



# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 554	↑ 0,22	↑ 0,73
S&P500	2 032	↑ 0,47	↑ 1,04
Nasdaq100	4 192	↑ 0,50	↑ 1,12
Russell2000	1 166	↓ -0,34	↑ 1,00
Stoxx600	358	↑ 0,61	↑ 5,43
DAX	10 299	↑ 0,41	↑ 4,91
FTSE 100	6 728	↑ 1,63	↑ 5,32
CAC40	4 485	↑ 0,87	↑ 6,19
ATX	2 192	↑ 1,00	↑ 3,29
IBEX35	10 335	↑ 0,50	↑ 4,97
Nikkei 225	17 329	↑ 0,28	↑ 1,29
Hang Seng	24 534	↑ 0,74	↑ 0,75
SSEC	3 344	↑ 0,63	↑ 0,24
SENSEX	28 889	↑ 0,36	↓ -0,60
RTS	782	↑ 3,42	↑ 5,26
Bovespa	49 224	↑ 2,81	↑ 2,49

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1584	↓ -0,21	↓ -0,38
EUR/CHF	0,9931	↓ -0,50	↑ 0,21
USD/GBP	1,5142	↓ -0,01	↓ -0,26
USD/JPY	117,96	↑ 0,03	↑ 1,55
AUD/USD	0,8091	↑ 0,09	↓ -1,49
USD/CAD	1,2353	↑ 0,11	↑ 3,30

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	18,9	↓ -1,0	↓ -1,7
CDS 5Y PIIS	19	↓ -2,1	↓ -13,8
CDS 5Y Italy	90	↓ -3,9	↓ -21,6
CDS 5Y Belg.	95	↑ 1,5	↑ 0,3
iTraxx 5Y EU	38,6	↓ -1,6	↓ -5,7
US TED Spread	56,3	⇒ 0,0	↑ 0,6

Source: Reuters, OTP Research

**Summary**

- Global markets closed with gains on Wednesday, on the back of reports that the ECB's government bond purchase may be more sizeable than markets had expected.
- The exact details are due out at 14:30 (CET), during President Draghi's press conference.
- The Bank of Canada's surprise rate cut has pushed the CAD to six-year low.

The eurozone's central bank is to buy government bonds worth EUR 50 billion a month, according to news leaked out from the ECB's top decision-making body. Information regarding the length of the programme is conflicting; a source said it could stretch until the end of 2016. In that case, the size of the programme would not simply exceed current market expectations (EUR 500 billion) – it would be the double of the amount previously thought. The ECB has not commented as yet. President Draghi's press conference, starting at 14:30 (CET) will shed light on details.

Speaking last night, Germany's chancellor Merkel pointed out that the bond purchase programme must not delay the necessary structural reforms.

This morning, Europe's stock markets opened with small gains. In Asia, they hit nearly eight-week highs as investors expect the ECB's programme to exceed the currently estimated size. The Canadian dollar hit a six-year low, as a result of the Bank of Canada's surprise move to cut interest rates, citing lower oil price and slowing economy. Raising its key policy rate made Brazil's central bank the odd one out. Brazilian central bankers explained their move to raise the base rate by 50 basis points, to 12.25%, with the rising inflation.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,51	↑	1	↑	1
US 10Y	1,87	↑	7	↑	1
JP 2Y	-0,03	↑	1	↓	-1
JP 10Y	0,26	↑	4	↑	1
GER 2Y	-0,15	↑	2	↓	-3
GER 10Y	0,45	↑	0	↓	-1

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	↑	0,5	↑	1,00
ECB Rate	0,05	→	0,05	→	0,05
BOE Rate	0,50	→	0,50	↑	1,00
BOJ Rate	0,10	→	0,10	→	0,10
SNB Target	-0,75	↑	0,00	↑	0,00

**MONEY MARKET**

	Rate (%)		Daily chg (bp)		Weekly chg (bp)
US 3M Libor	0,26	↑	0	↑	0
US 2Y Swap	0,72	↑	2	↑	10
US 5Y Swap	1,48	↑	3	↑	19
EUR 3M Euribor	0,06	→	0	↓	-1
EUR 2Y Swap	0,12	↓	0	↑	2
EUR 5Y Swap	0,33	↑	3	↑	5
GB 3M Libor	0,56	→	0	↑	0
GB 2Y Swap	0,82	↓	-5	↓	-2
GB 5Y Swap	1,24	↑	2	↑	0
JP 3M Libor	0,10	↓	0	↓	-1
JP 2Y Swap	0,12	↑	1	↓	-2
JP 5Y Swap	0,21	↑	2	↑	0
CHF 3M Libor	-0,66	↓	-10	↓	-54
CHF 2Y Swap	-0,78	↓	-1	↓	-30
CHF 5Y Swap	-0,60	↑	1	↓	-28

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	48,9	↓	-0,20	↑	2,64
Gold	1 287	↓	-0,44	↑	2,08

Source: Reuters, OTP Research

In addition to the ECB's rate decision and press conference, America's weekly job market data will be out today.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	UK	nov.	Unemployment rate (ILO, %)	5,8	5,9	6,0
	US	dec.	Building permits (annualized monthly, thousand)	1 032	1 054	1 052
	US	dec.	Housing starts (annualized monthly, thousand)	1 089	1 040	1 028
Thursday	EZ	jan.	ECB rate decision (%)			0,1
	US	weekly	Initial jobless claims ('000)		300	316
	US	heti	Continued jobless claims ('000)		2 420	2 424

Source: Reuters, OTP Research

**Chief Economist**  
Gergely Tardos  
tardosg@otpbank.hu  
+36 1 374 7273

**Fundamental Analyst**  
Szilárd Kondora  
kondorasz@otpbank.hu  
+36 1 374 7275

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