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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 361	↑ 1,14	↓ -1,80
S&P500	2 021	↑ 1,30	↓ -1,76
Nasdaq100	4 189	↑ 0,97	↓ -2,04
Russell2000	1 176	↑ 0,87	↓ -1,86
Stoxx600	367	↑ 0,06	↓ -1,37
DAX	10 828	↑ 1,25	↑ 0,27
FTSE 100	6 783	↑ 0,49	↓ -1,02
CAC40	4 628	↑ 0,51	↓ -1,02
ATX	2 218	↑ 1,22	↓ -1,52
IBEX35	10 328	↓ -0,72	↓ -3,44
Nikkei 225	17 336	↓ -1,27	↓ -2,43
Hang Seng	24 519	↑ 0,14	↓ -1,16
SSEC	3 206	↑ 2,47	↓ -4,40
SENSEX	29 122	↓ -0,21	↓ -0,60
RTS	746	↑ 1,15	↓ -4,54
Bovespa	47 651	↑ 1,58	↓ -1,94

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1335	↓ -0,04	↓ -0,40
EUR/CHF	1,0504	↓ -0,18	↑ 2,26
USD/GBP	1,5038	↓ -0,19	↓ -1,04
USD/JPY	117,17	↓ -0,35	↓ -0,58
AUD/USD	0,7639	↓ -2,08	↓ -3,69
USD/CAD	1,2608	↑ 0,33	↑ 1,69
USD/RUB	68,28	↓ -0,77	↑ 0,20

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	19,4	↓ -1,5	↑ 3,9
CDS 5Y PIIS	19	↑ 5,4	↑ 11,5
CDS 5Y Italy	93	↑ 4,4	↑ 10,4
CDS 5Y Belg.	93	↓ -1,0	↓ -1,5
iTraxx 5Y EU	37,2	↓ -1,1	↑ 6,8
US TED Spread	58,4	⇒ 0,0	↓ -0,6

Source: Reuters, OTP Research

Summary

- The key indices of Europe and the USA closed with gains yesterday.
- The final PMIs for January show signs of slowing economy in China.
- China's manufacturing industry weakened further in January, HSBC's survey shows.
- A mixed bag of macroeconomic data was released in Europe and America.

The fresh purchasing managers' indices were hardly encouraging: both the American and the Chinese figures missed economists' forecasts, keeping investors concerned about decelerating global economy. With oil prices growing since Friday, some of these worries subsided. Recovering from Friday's fall, Europe's major indices climbed higher on Monday. Buyers' confidence mounted when Greece's new Prime Minister pledged his country would not exit the eurozone and neither would it request aid from Russia. In London, the Greek Finance Minister said the agreement about his country's debt could be inked soon. Reportedly, Greece will be able to find a way to settle its debt without damaging the private sector.

US equity markets did not follow a single direction as a mixed bag of news – poor macro statistics, the Greek news flow, and the higher oil price – counterbalanced each other. By the end of Monday, buyers took the upper hand and helped the key indices to gains. The S&P's 1.3% growth was the strongest up move; the Dow added 1.1%, and the Nasdaq ended 1% higher. Advancing more than 3% made energy the strongest of the S&P's constituents; the financial sector also fared well (+1.6%). Big banks' shares grew in value: Bank of America and JP Morgan went up 2% each; Goldman Sachs and Morgan Stanley both rose by 1.8%. The increase in oil prices propelled oil shares too: Chevron soared 3.4%, and Exxon Mobile surged 2.5%.

Despite the good news from Greece, Asia's trading was not exactly optimistic this morning. Japan's indices shrank more than 1% but China's benchmarks upped by almost 2%.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,47	→ 0	↓ -5
US 10Y	1,67	↑ 2	↓ -15
JP 2Y	0,02	↓ 0	↑ 3
JP 10Y	0,29	↑ 1	↑ 6
GER 2Y	-0,19	↓ -1	↓ -2
GER 10Y	0,31	↓ -5	↓ -4

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	0,25	↓ 0	↓ 0
US 2Y Swap	0,68	↑ 0	↓ -5
US 5Y Swap	1,32	↑ 1	↓ -13
EUR 3M Euribor	0,06	↑ 0	↑ 0
EUR 2Y Swap	0,14	↓ -1	↑ 2
EUR 5Y Swap	0,31	↑ 1	↑ 0
GB 3M Libor	0,56	↓ 0	↓ 0
GB 2Y Swap	0,84	↑ 1	↑ 0
GB 5Y Swap	1,18	↑ 3	↑ 3
JP 3M Libor	0,10	↑ 0	↑ 1
JP 2Y Swap	0,13	↑ 1	↑ 0
JP 5Y Swap	0,24	↑ 3	↑ 3
CHF 3M Libor	-0,85	↑ 1	↑ 10
CHF 2Y Swap	-0,79	↑ 0	↓ -9
CHF 5Y Swap	-0,61	↓ -2	↓ -5

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	55,6	↑ 1,48	↑ 12,02
Gold	1 279	↑ 0,36	↓ -0,99

Source: Reuters, OTP Research

China's official PMI figure sank to a 2.5-year low of 49.8. The manufacturing PMI published by HSBC/Markit edged down to 49.7, marking the second shrinking month in a row and putting China's leaders under pressure to make effective measures to spur the slowing economy.

The final reading of Germany's manufacturing PMI showed a further drop towards the critical 50 line; Italy's and France's indices are intensively rising in the direction of the same mark from below. The eurozone's composite six-month manufacturing PMI hit a six-month high.

In December 2014, personal consumption in the USA showed the sharpest month/month fall (0.3%) in more than five years.

Markit's revised manufacturing PMI for the United States printed the same reading in January as in December; but ISM's own survey signifies a noticeably loss of impetus. The latter sank to 53.5 (from 55.1 in December), largely dragged down by the new orders constituent's sizeable fall (to 52.9, down from 57.8).

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS	
Monday	DE	feb.	Markit Manufacturing PMI (points)	50,9	51,0	51,0	
	EZ	jan.	Markit Manufacturing PMI (points), végleges	51,0	51,0	51,0	
	GB	feb.	Markit/CIPS Manufacturing PMI (points)	53,0	52,6	52,5	
	US	dec.	Personal Income (m/m, %)	0,3	0,2	0,4	
	US	dec.	Consumption, adjusted (m/m, %)	-0,3	-0,2	0,6	
	US	jan.	ISM manufacturing PMI (points)	53,5	54,5	55,1	
	US	dec.	Construction spending (m/m, %)	0,4	0,7	-0,3	
	Tuesday	US	dec.	Factory orders (mom, %)		-2,2	-0,7
		US	jan.	Domestic car sales (million pieces)		16,6	16,9

Source: Reuters, OTP Research

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