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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 097	↓ -0,58	↓ -0,06
S&P500	2 099	↓ -0,44	↓ -0,14
Nasdaq100	4 445	↓ -0,30	↑ 0,11
Russell2000	1 231	↓ -0,33	↓ -0,68
Stoxx600	391	↑ 0,76	↓ -0,77
DAX	11 390	↑ 0,98	↓ -0,41
FTSE 100	6 919	↑ 0,44	↓ -0,23
CAC40	4 917	↑ 0,99	↓ -0,84
ATX	2 466	↓ -0,44	↓ -0,05
IBEX35	11 051	↑ 0,33	↓ -1,12
Nikkei 225	18 752	↑ 0,26	↓ -0,25
Hang Seng	24 157	↓ -1,26	↓ -2,69
SSEC	3 249	↓ -0,92	↓ -1,84
SENSEX	29 381	↓ -0,72	↓ -0,60
RTS	890	↓ -2,98	↑ 0,56
Bovespa	50 468	↓ -1,63	↓ -0,88

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1046	↓ -0,28	↓ -1,34
EUR/CHF	1,0677	↑ 0,07	↑ 0,12
USD/GBP	1,5263	↓ -0,63	↓ -0,92
USD/JPY	119,81	↑ 0,13	↑ 0,33
AUD/USD	0,7808	↓ -0,05	↑ 0,12
USD/CAD	1,2439	↑ 0,11	↓ -0,59
USD/RUB	61,86	⇒ 0,00	↑ 1,16

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,2	↑ 0,4	↑ 0,4
CDS 5Y PIIS	14	↑ 1,1	↓ -2,8
CDS 5Y Italy	82	↑ 2,8	⇒ 0,0
CDS 5Y Belg.	91	⇒ 0,0	↓ -2,2
iTraxx 5Y EU	35,0	↓ -0,7	↓ -0,8
US TED Spread	49,9	⇒ 0,0	↓ -0,8

Source: Reuters, OTP Research

**Summary**

- Europe closed with gains, but US markets saw slight losses on Wednesday.
- The EUR/USD broke below its support (1.111) in Wednesday's trading.
- The post-meeting press conference may reveal further details about the ECB's EUR 1,000 billion bond buying programme.

Europe's stock markets closed in the positive territory, but their American peers ended with near-0.5% losses. The EUR/USD broke below its support of 1.111 in yesterday's session and – even though the fall halted and there is a slight correction – the pair is still traded below this level.

Today's key event is the ECB's rate decision. Obviously the market does not expect the key policy rate to be altered but new details may emerge about the 1,000-billion-euro bond buying programme. The eurozone's central bank is unlikely to comment on the extension of the Greek bailout package. Considering the past quarter's good GDP figures, it may revise growth forecasts, and the steadily low oil prices may prompt the ECB to lower its inflation forecast. The eurozone's consumer price index was -0.3% in February.

Ever since the bond buying programme was announced, yields in the eurozone have fallen to record lows. The yield on Spain's 10Y bond was just 1.3%, and Germany's 5Y yield is the negative territory. Both Spanish and Portugal yields sank to record lows this week. Evidently this affects yields in both the CEE region and Hungary: the yield on the ten-year Hungarian government bond is just 3%.

An unfavourable figure came out this morning: Germany's factory orders contracted by 3.9% in January from the previous month, missing economists' forecast (-1%). But the weak euro and the low financing costs give reason for optimism.

**GOV'T BOND MARKET**

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,66	↓ -2	↑ 5
US 10Y	2,11	↓ -1	↑ 14
JP 2Y	0,02	↓ -1	↓ -1
JP 10Y	0,41	↓ 0	↑ 7
GER 2Y	-0,20	↑ 1	↑ 1
GER 10Y	0,38	↑ 3	↑ 2

**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	→ -0,75	→ -0,75

**MONEY MARKET**

	Rate (%)	Daily chg (bp)	Weekly chg (bp)
US 3M Libor	0,27	↑ 0	↑ 0
US 2Y Swap	0,90	↑ 1	↑ 3
US 5Y Swap	1,71	↓ 0	↑ 6
EUR 3M Euribor	0,04	→ 0	↓ 0
EUR 2Y Swap	0,11	↑ 0	↑ 1
EUR 5Y Swap	0,30	↑ 2	↑ 4
GB 3M Libor	0,56	↑ 0	↓ 0
GB 2Y Swap	1,01	↑ 1	↑ 0
GB 5Y Swap	1,61	↑ 0	↑ 2
JP 3M Libor	0,10	→ 0	↓ 0
JP 2Y Swap	0,13	→ 0	↑ 0
JP 5Y Swap	0,23	↑ 0	↑ 2
CHF 3M Libor	-0,85	↑ 1	↑ 2
CHF 2Y Swap	-0,76	→ 0	↑ 0
CHF 5Y Swap	0,00	↑ 36	↑ 37

**COMMODITIES**

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	60,7	↑ 0,20	↑ 1,03
Gold	1 201	↑ 0,12	↓ -0,61

Source: Reuters, OTP Research

In addition to the ECB, the Bank of England will also hold rate decision today. The BoE is likely to leave interest rates on hold too. In the USA, the weekly job market data will be released in the afternoon.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	EZ	Jan	Retail sales (m-o-m, %)	1,1	0,1	0,3
	US	Feb	ADP national employment (mom, ths)	212	220	213
Thursday	DE	Jan	Industrial orders (mom, %)	-3,9	-1,0	4,2
	US	weekly	Initial jobless claims (ths)		295	313
	US	weekly	Continued jobless claims (ths)		2 400	2 401
	GB	Mar	BoE interest rate decision (%)		0,5	0,5
	EZ	Mar	ECB interest rate decision (%)		0,05	0,05

Source: Reuters, OTP Research

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