

## 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	18 070	↑ 0,26	↓ -0,08
S&P500	2 114	↑ 0,29	↓ -0,03
Nasdaq100	4 483	↑ 0,08	↓ -0,94
Russell2000	1 233	↑ 0,42	↓ -2,08
Stoxx600	397	↑ 0,55	↓ -4,31
DAX	11 620	↑ 1,44	↓ -4,86
FTSE 100	6 986	→ 0,00	↓ -1,66
CAC40	5 082	↑ 0,70	↓ -4,22
ATX	2 614	↑ 1,07	↓ -2,83
IBEX35	11 429	↑ 0,39	↓ -2,19
Nikkei 225	19 532	→ 0,00	↓ -2,63
Hang Seng	27 615	↓ -1,81	↓ -2,91
SSEC	4 294	↓ -4,16	↓ -4,06
SENSEX	27 491	↑ 1,77	↓ -0,60
RTS	1 029	→ 0,00	↑ 0,64
Bovespa	57 354	↑ 2,00	↑ 1,25

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1144	↓ -0,50	↑ 1,13
EUR/CHF	1,0409	↓ -0,30	↓ -0,89
USD/GBP	1,5118	↓ -0,14	↓ -1,42
USD/JPY	120,13	↑ 0,02	↑ 1,09
AUD/USD	0,7864	↑ 0,37	↓ -1,97
USD/CAD	1,2125	↑ 0,26	↑ 0,76
USD/RUB	52,05	↑ 0,08	↑ 0,96

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,9	↑ 0,2	↓ -0,3
CDS 5Y PIIS	13	↓ -0,7	↓ -12,9
CDS 5Y Italy	84	↓ -1,0	↓ -18,0
CDS 5Y Belg.	106	↑ 0,0	↑ 4,9
iTraxx 5Y EU	36,3	↓ -0,4	↓ -1,7
US TED Spread	59,5	→ 0,0	↑ 1,2

Source: Reuters, OTP Research

**Summary**

- Optimism ruled the world's equity markets on Monday.
- The dollar has firmed; crude price remained above USD 65.
- The Reserve Bank of Australia has cut its key interest rate by 25 bps to an all-time low of 2%.

London was closed on Monday, and the rest of Western Europe saw sanguine trading: of the DAX's 30 constituents, only VW dropped. Surging 4.2% made Infineon the winner of the day. Lufthansa's revenues surged 8% year over year in the first quarter, and its profit also beat analysts' forecasts; the heartening figures lifted its share price by 2.5% yesterday. UBS generated EUR 1.97 billion net profit in the first quarter, overshooting expectations (EUR 1.10 billion). This translates into 88% expansion in a year.

Stock indices made gains in the USA too. Pharmaceutical names were particularly sought after, yet JP Morgan (+1.7%) outshone other stocks. Asian markets closed mixed this morning. Tokyo was closed; the Shanghai stock exchange plunged despite Australia's cutting its key policy rate to historical low. Europe's equity markets lacked a single direction this morning; the major stock markets made subtle moves.

After the trim in February, the Reserve Bank of Australia has lowered its key policy rate by 25 basis points, to an all-time low of 2%. Even though property prices soar fast in Sydney, the whole of the economy is slowing because of the very low iron ore prices and the firming Australian dollar, the rationale pointed out. This move weakened the AUD by 1% versus the USD, before some correction came. In the wider region, Indonesia and China lowered its base rate in February, India and South Korea followed suit in March, and Thailand cut its benchmark rate in April.

After last week's retreat, the dollar is seen regaining some lost ground: after hitting a high near 1.13 on Friday, the EUR/USD slid below 1.108 this morning. The Brent crude seems to settle above USD 65 – apparently, the dollar's current recovery did not trigger a downward move in the per-barrel price, after the rise in the oil price that was partly caused by the USD's weakening.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,61	↓	-1	↑	7
US 10Y	2,15	↑	2	↑	22
JP 2Y	0,00	→	0	↓	0
JP 10Y	0,00	→	0	↓	-31
GER 2Y	-0,21	↓	-21	↑	5
GER 10Y	0,38	↑	38	↑	24

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	↑	0,5	↑	1,00
ECB Rate	0,00	↑	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	0,28	↑	0	↑	0
US 2Y Swap	0,83	↓	-1	↑	4
US 5Y Swap	1,63	↓	-1	↑	10
EUR 3M Euribor	0,00	↑	1	↑	0
EUR 2Y Swap	0,09	↓	0	↑	4
EUR 5Y Swap	0,35	↑	7	↑	14
GB 3M Libor	0,57	↑	0	↓	0
GB 2Y Swap	1,01	↓	-1	↑	1
GB 5Y Swap	1,53	↓	-1	↑	3
JP 3M Libor	0,09	→	0	→	0
JP 2Y Swap	0,13	↓	-1	↑	1
JP 5Y Swap	0,24	↓	-1	↑	3
CHF 3M Libor	-0,79	↑	1	↑	3
CHF 2Y Swap	0,00	↑	67	↑	74
CHF 5Y Swap	0,00	↑	28	↑	36

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	66,4	↓	-0,14	↑	2,66
Gold	1 188	↑	0,04	↓	-1,92

Source: Reuters, OTP Research

US factory orders rose in sync with expectations in March.

America's trade balance data for March are due out today, the deficit may undershoot analysts' poll. Given that the statistical service estimates the March gauge of the net exports component in the first reading of Q1 GDP, a surprising fact may project a substantial revision of the second reading of GDP.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	US	Mar	Factory orders (mom, %)	2,1	2,0	0,2
	US	Mar	Durable goods (mom, %)	4,4	-	4,0
	EZ	May	Sentix investor confidence (point)	19,6	19,8	20,0
Tuesday	EZ	Mar	PPI (yoy, %)		-2,3	-2,8
	US	Mar	International trade (monthly, USD bn)		-41,2	-35,4

Source: Reuters, OTP Research

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

**Fundamental Analyst**  
Gábor Dunai  
dunaig@otpbank.hu  
+36 1 374 7272

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