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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 273	↑ 0,11	↑ 0,34
S&P500	2 123	↑ 0,08	↑ 0,24
Nasdaq100	4 494	↓ -0,02	↑ 0,80
Russell2000	1 244	↓ -0,09	↑ 0,66
Stoxx600	396	↓ -0,39	↓ -0,54
DAX	11 447	↓ -0,98	↓ -1,28
FTSE 100	6 960	↓ -0,18	↓ -1,05
CAC40	4 994	↓ -0,71	↓ -1,20
ATX	2 681	↑ 0,82	↑ 0,24
IBEX35	11 317	↓ -0,71	↓ -0,23
Nikkei 225	19 890	↑ 0,80	↑ 1,37
Hang Seng	27 506	↓ -1,14	↓ -0,77
SSEC	4 311	↑ 0,06	↓ -0,51
SENSEX	27 324	↑ 0,43	↓ -0,60
RTS	1 075	↑ 1,88	↓ -0,44
Bovespa	57 249	↑ 1,04	↓ -0,86

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1451	↑ 0,38	↑ 2,53
EUR/CHF	1,0485	↑ 0,75	↑ 0,66
USD/GBP	1,5721	↓ -0,34	↑ 0,88
USD/JPY	119,67	↑ 0,34	↓ -0,33
AUD/USD	0,8016	↓ -0,16	↑ 1,64
USD/CAD	1,2021	↑ 0,09	↓ -0,67
USD/RUB	49,54	↑ 0,21	↓ -3,14

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,4	↓ -0,4	↓ -0,5
CDS 5Y PIIS	12	↓ -2,1	↓ -6,3
CDS 5Y Italy	80	↓ -4,1	↓ -10,7
CDS 5Y Belg.	98	↓ -5,1	↓ -6,8
iTraxx 5Y EU	29,5	↓ -0,6	↑ 0,8
US TED Spread	59,6	⇒ 0,0	↓ -1,0

Source: Reuters, OTP Research

**Summary**

- Europe's key indices closed Friday's trading in the red.
- The unenthusiastic trading left America's benchmarks closing mixed on Friday.
- The University of Michigan's consumer sentiment index fell to seven-month low in May.

Friday's session opened on a positive note in Europe, where indices climbed higher until early afternoon. Then the worse-than-expected US industrial output statistics and the University of Michigan's consumer sentiment index disappointed investors and indices started to slide. The Footsie closed with moderate loss, while the DAX fell almost 1% and the CAC40 shed 0.7%. Energy and car manufacturing names were the hardest hit on Friday. Total SA and Royal Dutch Shell Plc each closed about 1.5% in the red. Volkswagen AG and BMW AG reversed 2.3%. On the other hand, Roche closed 1.8% higher, owing to the announcement that its cancer treatment medicine test ended with good results.

Sellers outnumbered buyers in the USA in most of the trading session. The weaker-than-expected macroeconomic data disheartened investors again. By the end of the day the selling pressure eased, allowing benchmarks to creep higher. The Dow and the S&P both edged 0.1% higher; the latter broke a new record again. The Nasdaq100 inched down. The S&P's sector indices closed mixed on Friday: six of them made gains and three posted losses. The utilities sub-index was in the best shape (1.3%) and the weakest one was financials (-0.4%). Netflix had a good day, soaring 4.5% on the back of news that it plans to enter China, a market with great growth potential.

This morning's cautious trading in Asia led indices to diverse directions. China's markets were at the tail end, with the Hang Seng and the Shanghai Composite sinking near 1%, owing to a worse-than-expected macroeconomic release. The price of homes in China was falling for the eighth consecutive month in April. Analysts say rock bottom is nearing, but there is still a long way to the turning point. Japan's stock indices did well, with the Nikkei adding 0.8%, and the TOPIX growing 1.2%.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,53	↓	-2	↓	-4
US 10Y	2,15	↓	-8	↑	2
JP 2Y	-0,01	↓	-1	↓	-2
JP 10Y	0,38	↓	-6	↓	-3
GER 2Y	-0,19	↑	1	↑	3
GER 10Y	0,68	↓	-8	↑	11

**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	0,28	↑	0	↓	0
US 2Y Swap	0,77	↓	0	↓	-8
US 5Y Swap	1,58	↑	0	↓	-15
EUR 3M Euribor	-0,01	↓	0	↓	0
EUR 2Y Swap	0,10	↓	-1	↑	0
EUR 5Y Swap	0,40	↓	-1	↑	1
GB 3M Libor	0,57	↓	0	↓	0
GB 2Y Swap	0,00	↓	-3	→	0
GB 5Y Swap	1,50	→	0	↓	-3
JP 3M Libor	0,10	↓	0	↓	0
JP 2Y Swap	0,14	→	0	→	0
JP 5Y Swap	0,25	→	0	↓	-3
CHF 3M Libor	-0,79	→	0	→	0
CHF 2Y Swap	-0,68	↓	-1	→	0
CHF 5Y Swap	-0,29	↓	-1	↓	-5

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	66,9	↑	0,18	↑	3,11
Gold	1 229	↑	0,49	↑	3,84

Source: Reuters, OTP Research

The University of Michigan's preliminary May consumer sentiment index fell to seven-month low of 88.6. This is short of the forecast (96) and bodes ill for US GDP outlook in Q2. The Current Economic Conditions component fell to 99.8 from 107 in April, and the Index of Consumer Expectations fell to 81.5 in May, down from the previous gauge of 88.8.

April's industrial production statistics, at 0.3%, missed analysts' projections (0.1%).

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	GB	Mar	Construction output (YoY, %)	2	1	-1
	US	Apr	Industrial output (MoM, %)	-0,3	0,1	-0,6
	US	Apr	Capacity utilization (%)	78,2	78,4	78,4
	US	Apr	Manufacturing output (MoM, %)	0,0	0,2	0,1
	US	May	Michigan sentiment index, preliminary (points)	88,6	96,0	95,9
Monday	JP	Mar	Industrial output (rev., MoM, %)	-0,8	-	-0,3

Source: Reuters, OTP Research

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