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Daily Report – Global Markets



STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 978	↑ 1,22	↑ 0,43
S&P500	2 100	↑ 1,11	↑ 0,38
Nasdaq100	4 494	↑ 1,68	↑ 1,48
Russell2000	1 265	↑ 1,07	↑ 2,96
Stoxx600	396	↑ 1,97	↑ 2,67
DAX	11 484	↑ 1,49	↑ 3,90
FTSE 100	6 738	↑ 0,97	↑ 2,11
CAC40	4 998	↑ 1,94	↑ 4,07
ATX	2 513	↑ 1,97	↑ 3,82
IBEX35	11 224	↑ 1,70	↑ 4,71
Nikkei 225	20 353	↑ 1,31	↓ -0,11
Hang Seng	24 983	↓ -0,95	↑ 0,03
SSEC	3 917	↓ -1,34	↑ 5,09
SENSEX	27 961	↑ 1,08	↓ -0,60
RTS	915	↑ 1,13	↑ 0,26
Bovespa	53 119	↑ 1,01	↑ 0,85

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1002	↓ -1,45	↓ -0,01
EUR/CHF	1,0451	↓ -0,19	↑ 0,38
USD/GBP	1,5486	↓ -0,24	↑ 0,17
USD/JPY	123,22	↓ -0,16	↑ 0,56
AUD/USD	0,7427	↑ 0,30	↓ -0,27
USD/CAD	1,2742	↑ 0,02	↑ 0,31
USD/RUB	56,53	↑ 0,04	↓ -0,36

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,9	↓ -2,9	↓ -3,1
CDS 5Y PIIS	14	↓ -19,1	↓ -10,5
CDS 5Y Italy	95	↓ -22,9	↓ -16,7
CDS 5Y Belg.	102	↓ -4,1	↓ -1,4
iTraxx 5Y EU	31,0	↓ -7,4	↓ -4,7
US TED Spread	67,5	⇒ 0,0	↑ 1,2

Source: Reuters, OTP Research

Summary

- The week started well on global equity markets.
- The CAC40's 2% surge was the strongest of the key indices.
- Asia's and America's markets also appreciated reports on a potential deal with Greece.

News about the outcome of the marathon talks on Greece generated positive investor sentiment on the world's capital markets on Monday. Under the draft plans, Greece's parliament has until Wednesday to enact the proposals the eurozone's political leaders deem necessary, otherwise the eurozone prepares for Grexit. Another factor that urges Greece to agree is that the European Central Bank's Governing Council did not lift the cap on ELA facility (EUR 89 billion), thus – in contrast with previous plans – Greek banks cannot open today. If Greece's parliament passes the proposals and Wednesday's extraordinary EU summit concludes successfully, Greece will gain immediate access to EUR 10 billion to support its banks.

All of Western Europe's major indices ended Monday's trading in positive territory. It is illustrative of Monday's bright sentiment that the CAC40 soared almost 2% (the strongest gain); the DAX rose by 1.5% and the Footsie added 1%.

American markets also profited from the beneficial impact of European decisions. The Dow closed 1.2% higher, with DuPont being the brightest name of its components; Intel and Apple also picked up around 2% on Monday, recovering from Friday's massive losses. The NASDAQ100 went up 1.6%, the S&P500 climbed 1.1% higher, and the Russell2000 upped by 1% on the first day of the week. JP Morgan is to publish its Q2 earnings report today.

The price of the Brent and the WTI oil is likely to continue its strong fall, as the production of shale oil as well as of petroleum may pick up, owing to the successful negotiations among oil exporting countries.

Japan's stock exchange also welcomed the news on the deal with Greece; the Nikkei closed 1.3% higher.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,68	↑	4	↑	7
US 10Y	2,45	↑	6	↑	15
JP 2Y	0,01	↑	0	↓	-1
JP 10Y	0,46	↑	1	↓	-1
GER 2Y	-0,21	↑	3	↑	6
GER 10Y	0,87	↑	5	↑	15

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	0,00	↓	0	↑	0
US 2Y Swap	0,88	↓	-2	↑	7
US 5Y Swap	1,78	↓	-2	↑	11
EUR 3M Euribor	-0,02	↓	0	↓	0
EUR 2Y Swap	0,12	↑	0	↑	1
EUR 5Y Swap	0,51	↓	-3	↑	3
GB 3M Libor	0,00	↓	0	↑	0
GB 2Y Swap	0,00	↑	4	↓	0
GB 5Y Swap	0,00	↑	0	↑	1
JP 3M Libor	0,00	→	0	↓	0
JP 2Y Swap	0,14	↓	0	↓	0
JP 5Y Swap	0,27	↑	0	↑	1
CHF 3M Libor	0,00	↑	1	↑	1
CHF 2Y Swap	-0,74	↑	1	↑	7
CHF 5Y Swap	-0,26	↑	2	↑	4

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	57,3	↓	-1,04	↑	0,70
Gold	1 156	↓	-0,10	↑	0,11

Source: Reuters, OTP Research

Today's important macroeconomic publications include the June CPI reading in the United Kingdom, the May gauge of the eurozone's industrial production, and the June figures for retail trade in the USA.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	JP	May	Industrial output (revised, mom, %)	-2,1	-	2,2
	JP	May	Capacity utilisation (mom, %)	-3,0	-	-0,4
Tuesday	UK	Jun	Inflation (YoY, %)	-	-	0,1
	DE	Jul	ZEW Economic Sentiment	-	29,0	31,5
	EZ	May	Industrial output (mom, %)	-	0,2	0,1
	US	Jun	Retail Sales (mom,%)	-	0,3	1,2

Source: Reuters, OTP Research

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