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Daily Report – Global Markets



STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 977	↓ -0,15	↓ -0,15
S&P500	2 088	↓ -0,18	↓ -0,31
Nasdaq100	4 474	↓ 0,00	↓ -2,08
Russell2000	1 138	↓ -0,75	↓ -0,19
Stoxx600	347	↓ -0,51	↑ 0,72
DAX	10 294	↓ -0,76	↑ 1,72
FTSE 100	6 261	↓ -0,78	↓ -1,46
CAC40	4 546	↓ -0,52	↑ 0,87
ATX	2 321	↓ -1,60	↑ 0,40
IBEX35	9 140	↓ -1,01	↑ 2,91
Nikkei 225	17 354	↓ -0,49	↑ 2,84
Hang Seng	21 169	↓ -0,64	↓ -1,25
SSEC	2 946	↓ -0,04	↓ -3,19
SENSEX	25 666	↓ -0,05	↓ -0,60
RTS	928	↓ -0,41	↑ 3,12
Bovespa	51 862	↓ -1,98	↓ -1,95

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1263	↑ 0,29	↓ -0,81
EUR/CHF	1,0985	→ 0,00	↑ 0,57
USD/GBP	1,4480	↑ 0,55	↑ 0,61
USD/JPY	110,96	↓ -0,21	↑ 1,64
AUD/USD	0,7706	↓ -0,10	↓ -1,34
USD/CAD	1,2677	→ 0,00	↑ 0,09
USD/RUB	66,42	↓ -0,16	↑ 0,88

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,1	↑ 0,9	↑ 0,7
CDS 5Y PIIS	14	↑ 0,2	↓ -4,4
CDS 5Y Italy	114	↓ 0,0	↓ -5,0
CDS 5Y Belg.	109	↑ 0,6	↑ 0,8
iTraxx 5Y EU	37,2	↑ 0,4	↓ -3,4
US TED Spread	68,3	→ 0,0	↓ -3,7

Source: Reuters, OTP Research

Summary

- Yesterday's investor sentiment was negative across international markets
- The crown prince of Saudi Arabia wants to sell 5% of the oil giant Saudi Aramco.
- Investor sentiment in the early hours of the Asian trading was negative.

Sentiment in international markets was negative yesterday in Europe and across the Atlantic. Among the leading European stock exchanges the Stoxx600 declined by 0.5%, the DAX by 0.8%, the CAC40 by 0.5% and the FTSE100 by 0.8%. Among the American stock exchanges the DJIA declined by 0.15%, the S&P500 by 0.5%. Spain's king urged the political elite to reduce spending in the event of new elections. The French DDCS defence company won the 39 billion US dollar worth tender in which the French company will make 12 submarines for the Australian Navy. According to the quarterly report of BP, its earnings declined by 80% yoy, due to low oil prices and declining refinery margins due to the mild winter. Goldman Sachs sees 50% chance, the MSCI will put in its indices those Chinese stocks which are traded only in mainland China.

In the early hours of the Asian trading negative sentiment has prevailed. The Nikkei declined by 0.5% and the Hang Seng declined by 0.64%. According to the Goldman Sachs there is huge speculative trading in the Chinese iron ore market. On some days, daily volumes exceeding the annual iron ore import of China. Trading volume increased by 400% yoy. GS maintains its bearish view on the market.

The price of Brent crude oil increased by 0.3%. The crown prince of Saudi Arabia wants to take to the stock exchange 5% of the government's oil giant, Saudi Aramco. The valuation of the crown prince, the value of the company could be worth 2000 billion US dollars. The company would be organized into a holding company and some of its subsidiaries could be sold.

Yesterday's market on the FX markets saw low volatility. The euro appreciated by 0.3% against the US dollar and the British pound depreciated by 0.6% against the US dollar.

Source: Reuters, OTP Research

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,84	↑ 1	↑ 8
US 10Y	1,91	↑ 2	↑ 12
JP 2Y	-0,27	↑ 1	↓ -2
JP 10Y	-0,06	↑ 5	↑ 5
GER 2Y	-0,51	↓ -3	→ 0
GER 10Y	0,22	↑ 0	↑ 10

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,5	↑ 0,75	↑ 1,25
ECB Rate	0,00	↑ 0,05	↑ 0,05
BOE Rate	0,50	↑ 0,75	↑ 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	0,92	↓ -3	↑ 5
US 5Y Swap	1,29	↓ -2	↑ 10
EUR 3M Euribor	-0,25	↓ 0	↓ 0
EUR 2Y Swap	-0,17	↓ -1	↓ -1
EUR 5Y Swap	0,04	↑ 1	↑ 3
GB 3M Libor	0,00	↑ 0	↑ 0
GB 2Y Swap	0,87	↑ 0	↓ -3
GB 5Y Swap	1,14	↑ 1	↑ 11
JP 3M Libor	0,00	↓ -1	↓ -2
JP 2Y Swap	-0,18	↑ 1	↓ -3
JP 5Y Swap	-0,11	↓ 0	→ 0
CHF 3M Libor	0,00	↑ 0	↑ 0
CHF 2Y Swap	-0,71	↑ 5	↑ 3
CHF 5Y Swap	-0,59	↑ 3	↑ 4

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	44,6	↑ 0,31	↑ 1,34
Gold	1 237	↓ -0,06	↓ -1,07

Yesterday's IFO was basically the same as the previous month data, but forecasters expected better performance. The same could be said for the new home sales data from the US.

Today we get retail sales data from Germany, and various important data from the US.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	DE	Apr	Ifo Business Climate index (point)	106,6	107,0	106,7
	US	Mar	New Home Sales (annualized, monthly, thousands)	511,0	527,0	512,0
Tuesday	DE	Mar	Retail sales (mom, %)		0,3	-0,4
	US	Mar	Durable goods orders (mom, %)		1,7	-3,0
	US	Feb	Case Shiller 20 (yoy, %)		5,7	5,7
	US	Apr	Markit Services PMI (preliminary, points)			51,3
	US	Apr	Consumer confidence		95,9	96,2

Source: Reuters, OTP Research

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