

## Treasury Sales Team

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## Daily Report – Global Markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 199	↑ 0,17	↓ -0,02
S&P500	2 139	↓ -0,17	↓ -0,23
Nasdaq100	4 861	↓ -0,63	↑ 0,50
Russell2000	1 205	↓ -0,93	↓ -1,23
Stoxx600	342	↓ -0,38	↓ -0,55
DAX	10 710	↓ -0,44	↑ 0,60
FTSE 100	6 958	↓ -0,85	↓ -0,91
CAC40	4 535	↓ -0,14	↑ 0,32
ATX	n.a.	n.a.	↑ 2,53
IBEX35	9 173	↑ 0,37	↑ 2,49
Nikkei 225	17 336	↓ -0,32	↑ 1,11
Hang Seng	23 072	↓ -1,09	↓ -1,29
SSEC	3 103	↓ -0,42	↑ 0,61
SENSEX	27 714	↓ -0,44	↓ -0,44
RTS	990	↓ -1,27	↓ -0,57
Bovespa	63 826	↓ -0,06	↑ 0,50

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,0907	↑ 0,19	↓ -0,19
EUR/CHF	1,0835	↑ 0,10	↓ -0,11
GBP/USD	1,2246	↑ 0,49	↓ -0,03
USD/JPY	104,62	↑ 0,15	↑ 0,65
AUD/USD	0,7629	↓ -0,26	↑ 0,07
USD/CAD	1,3383	↑ 0,03	↑ 1,17
USD/RUB	62,73	↓ -0,22	↑ 0,59

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,2	↑ 0,8	↓ -0,2
CDS 5Y PIIS	14	↓ -0,2	↓ -3,2
CDS 5Y Italy	114	↓ 0,0	↑ 0,2
CDS 5Y Belg.	121	↓ 0,0	↓ -0,1
iTraxx 5Y EU	19,7	↓ -0,1	↑ 0,5
US TED Spread	71,4	→ 0,0	↑ 0,4

Source: Reuters, OTP Research

**Summary**

- Negative sentiment ruled global stock markets yesterday, largely owing to corporate reports.
- The key currency pairs barely changed yesterday.
- Oil prices dropped again.
- Today the UK is to publish GDP data, Sweden and Norway will make rate decisions.

In Wednesday's unsupportive mood on stock markets, most indices sank into the red on both sides of the Atlantic.

Markets were chiefly driven by corporate news. Antofagasta's pale quarterly figures and its worsening outlook for 2017 weighed on the whole commodity sector. Airbus's weak result owes a lot to the slump in its helicopter business, which also caused 600 job losses.

In America, Apple gave account of shrinking revenue: despite the strong demand for the new iPhone, manufacturing capacities are scarce, and margins have narrowed. For the first time in three years, Tesla reported profit, thanks to a jump in car sales: its revenue has more than doubled since the third quarter. Its share price surged more than 6% in after-hours trading. In America, the Dow was the only index to go up, owing a lot to Boeing's 9.2% soaring. Boeing's profitability has increased, and the improved cost efficiency offset its declining sales, the earnings report showed.

Asia's markets fell; European and American index futures were also seen slightly in the red on Thursday morning.

There was no meaningful change in the key currency pairs. US and German government bond yields inched up.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,87	↑	1	↑	7
US 10Y	1,80	↑	4	↑	5
JP 2Y	-0,24	↑	1	↑	3
JP 10Y	-0,05	↑	1	↑	0
GER 2Y	-0,65	↑	1	↑	2
GER 10Y	0,03	↑	1	↓	-1

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,5	↑	0,75	↑	1,25
ECB Rate	0,00	→	0,00	→	0,00
BOE Rate	0,25	→	0,25	→	0,25
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	0,89	↑	0	↑	1
US 2Y Swap	1,07	↓	-1	↑	3
US 5Y Swap	1,31	↑	1	↑	5
EUR 3M Euribor	-0,31	↓	0	→	0
EUR 2Y Swap	-0,18	↑	1	↑	2
EUR 5Y Swap	-0,02	↑	4	↑	6
GB 3M Libor	0,40	↑	0	↓	0
GB 2Y Swap	0,61	↑	1	↑	1
GB 5Y Swap	0,78	↑	5	↑	7
JP 3M Libor	-0,02	↓	-1	↓	-1
JP 2Y Swap	-0,05	↓	-1	↑	1
JP 5Y Swap	-0,04	↓	-1	↑	2
CHF 3M Libor	-0,73	↓	0	↓	-1
CHF 2Y Swap	-0,65	↑	1	↑	2
CHF 5Y Swap	-0,49	↓	0	↑	1

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	50,0	↓	-1,59	↓	-2,36
Gold	1 267	↓	-0,57	↑	0,19

Source: Reuters, OTP Research

In the commodities world, crude prices sank on Wednesday as US production had grown. A report by Bloomberg sees it less likely that OPEC would restrict production, because Iraq said would request exemption from the quotas, because of the fights in the country. Agricultural raw materials increased: wheat, maize and cotton all grew by more than 1%.

Only a handful of macrodata were published on Wednesday. In the USA the business confidence index of the services sector has beaten expectations but home sales fell sharper than had been forecast. The most influential macrostatistics to be released today may be the UK's Q3 GDP, as well as America's industrial orders and housing market data. Elsewhere, the central banks of Norway and Sweden will decide about their base rates; analysts expect interest rates to remain on hold in both countries.

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Wednesday	US	Oct	Markit Services PMI (flash, point)	54,8	52,3	52,3
	US	Sep	New Home Sales (annualized, thousands)	593,0	600	609
Thursday	UK	Q3	GDP (preliminary, qoq, %)		0,3	0,7
	UK	Q3	GDP (preliminary, yoy, %)		2,1	2,1
	US	Sep	Building permits (annualized monthly, thousand)			1 225
	US	Sep	Durable goods orders (mom, %)		1,0	0,1
	US	Sep	Pending home sales (mom, %)		1,0	-2,4

Source: Reuters, OTP Research

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