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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	13 979	↑ 0,71	↑ 0,18
S&P500	1 511	↑ 1,04	↑ 0,23
Nasdaq100	2 755	↑ 1,45	↑ 0,42
Russell2000	908	↑ 0,99	↑ 0,10
Stoxx600	286	↑ 0,58	↓ -1,63
DAX	7 665	↑ 0,35	↓ -2,34
FTSE 100	6 283	↑ 0,58	↓ -0,89
CAC40	3 695	↑ 0,95	↓ -2,41
ATX	2 388	↑ 0,11	↓ -2,96
IBEX35	8 094	↑ 2,20	↓ -6,36
Nikkei 225	11 464	↑ 3,77	↑ 3,15
Hang Seng	23 149	↓ -2,27	↓ -2,14
SSEC	2 433	↑ 0,20	↑ 3,14
SENSEX	19 660	↓ -0,46	↓ -1,66
RTS	1 614	↑ 0,10	↓ -0,60
Bovespa	59 445	↓ -0,22	↓ -1,59

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3569	↓ -0,09	↑ 0,01
EUR/CHF	1,2331	↓ -0,03	↓ -0,20
USD/GBP	1,5645	↓ -0,07	↓ -0,98
USD/JPY	93,87	↑ 0,28	↑ 3,07
AUD/USD	1,0335	↓ -0,46	↓ -0,77
USD/CAD	0,9966	↑ 0,13	↓ -0,46

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,7	↓ -0,9	↑ 0,4
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	242	↓ -3	↑ 16
CDS 5Y Italy	220	↓ -5	↑ 17
CDS 5Y Belg.	43	↑ 0	↓ -3
iTraxx 5Y EU	114,8	↓ -2	↑ 6
US TED Spread	22,1	→ 0	↓ -1

Source: Reuters, OTP Research

Summary

- Monday's considerable decline on equity markets was followed by rebound on Tuesday; major indices are slightly in the green this morning.
- The euro firmed versus the dollar yesterday afternoon, before the cross reversed direction this morning.
- The December reading of retail sales dynamics in the eurozone fell more than expected.

After Monday's considerable fall (chiefly caused by the weekend's Spanish government corruption scandal and its possible consequences, and by Commerzbank's profit warning), investors' optimism returned on Tuesday, and all of the advanced markets' key stock indices climbed higher. Throughout US trading, benchmarks were in the positive territory: the S&P500 was above 1,500 points again, and the Nasdaq100 advanced almost 1.5%. Benefiting from an unconfirmed acquisition report, Virgin rallied. After a suspension, Dell also moved higher.

Across Western Europe, indices rebounded, chiefly owing to the buying appetite surrounding the financial sector. The poor earnings report made the largest Dutch telecommunications company lose almost 15%, while the oil sector's BP and BG Group gave account of encouraging fourth-quarter results.

In the optimistic sentiment, the euro firmed versus the dollar yesterday but this morning saw a sharp decline in the EUR/USD. On the commodity market, gold's price eased, while the WTI crude oil slightly increased.

This morning, the upward direction is less obvious, and stock markets in Asia and Europe move into mixed directions, still the major indices are making slight gains. The early step-down of the head of the Bank of Japan materially weighed on Tokyo on Tuesday but today the Nikkei225 closed 3.8% in the green (hitting a new four-and-a-half-year high), chiefly because of the JPY's continued weakening.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,26	↑	0	↓	-2
US 10Y	2,00	↑	4	↑	1
JP 2Y	0,07	→	0	↓	-1
JP 10Y	0,81	↑	1	↑	4
GER 2Y	0,24	↑	3	↓	-4
GER 10Y	1,65	↑	4	↓	-5

CENTRAL BANKS' RATES

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	→	0,25	→	0,25
ECB Rate	0,75	↓	0,50	→	0,75
BOE Rate	0,50	→	0,50	→	0,50
BOJ Rate	0,10	→	0,10	→	0,10
SNB Target	0,00	→	0,00	→	0,00

MONEY MARKET

	Rate (%)		Daily chg (bp)		Weekly chg (bp)
US 3M Libor	0,30	→	0	↓	-1
US 2Y Swap	0,41	↓	-1	↓	0
US 5Y Swap	1,02	↑	2	↑	3
EUR 3M Euribor	0,23	→	0	↑	1
EUR 2Y Swap	0,65	↑	1	↓	-4
EUR 5Y Swap	1,14	↑	1	↓	-5
GB 3M Libor	0,51	→	0	↑	0
GB 2Y Swap	0,71	↓	-2	↓	-1
GB 5Y Swap	1,18	↓	-2	↓	-1
JP 3M Libor	0,17	→	0	→	0
JP 2Y Swap	0,20	↓	-2	↓	-1
JP 5Y Swap	0,29	↓	-2	↓	-1
CHF 3M Libor	0,02	→	0	↑	0
CHF 2Y Swap	0,13	↑	0	↓	-2
CHF 5Y Swap	0,49	↓	0	↓	-1

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	116,7	↑	0,12	↑	1,53
Gold	1 673	↑	0,00	↓	-0,24

Source: Reuters, OTP Research

Apart from Markit's purchasing managers' indices, which indicate mostly improving sentiment, no real market-moving data were published yesterday. The December reading of retail sales dynamics in the eurozone confirms that the single currency block's economies were performing poorly at the end of 2012.

Today' influential data releases include the December figures for German industrial orders.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Tuesday	EZ	Jan	Markit Composite PMI (point)	48,6	48,2	48,2
	DE	Jan	Markit Services PMI (point)	55,7	55,3	55,3
	EZ	Dec	Retail Sales (m-o-m, %)	-0,8	-0,5	-0,1
	US	Jan	ISM Non-Mfg PMI (point)	55,2	55,2	55,7
Wednesday	DE	Dec	Industrial orders (mom, %)		0,9	-1,8

Source: Reuters, OTP Research

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