

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	13 993	↑ 0,35	↓ -0,12
S&P500	1 518	↑ 0,57	↑ 0,31
Nasdaq100	2 776	↑ 1,06	↑ 0,42
Russell2000	914	↑ 0,61	↑ 0,27
Stoxx600	287	↑ 1,22	↓ -0,30
DAX	7 652	↑ 0,81	↓ -2,31
FTSE 100	6 264	↑ 0,57	↓ -1,31
CAC40	3 650	↑ 1,35	↓ -3,29
ATX	2 406	↑ 1,59	↓ -1,43
IBEX35	8 175	↑ 2,00	↓ -0,67
Nikkei 225	11 153	→ 0,00	↓ -0,95
Hang Seng	23 215	↑ 0,16	↓ -2,14
SSEC	2 432	↑ 0,57	↑ 0,55
SENSEX	19 485	↓ -0,49	↓ -1,50
RTS	1 590	↓ -0,33	↓ -2,34
Bovespa	58 498	↑ 0,21	↓ -3,07

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3385	↑ 0,16	↓ -0,95
EUR/CHF	1,2280	↑ 0,20	↑ 0,06
USD/GBP	1,5790	↓ -0,04	↑ 0,19
USD/JPY	92,57	↓ -0,10	↑ 0,23
AUD/USD	1,0293	↓ -0,23	↓ -1,37
USD/CAD	1,0046	↑ 0,23	↑ 0,59

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,0	↓ -0,5	↑ 0,1
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	241	↓ -2	↑ 7
CDS 5Y Italy	224	↓ -2	↑ 15
CDS 5Y Belg.	43	→ 0	↑ 1
iTraxx 5Y EU	115,5	↓ -2	↑ 4
US TED Spread	22,2	→ 0	↓ -1

Source: Reuters, OTP Research

Summary

- Optimism prevailed on European and US markets on Friday.
- Members states' leaders have approved the European Union's next, seven-year budget.
- In December 2012, the US trade balance had USD 38.5 billion shortfall, the smallest gap since January 2010.

After Thursday's declines, optimism prevailed on European markets on Thursday, when the morning's gains were successfully retained: France's CAC40 added 1.3%, Germany's DAX climbed 0.8%, and London's Footsie upped 0.6%. Across Europe, the financial sector powered the rise: BNP Paribas grew by 2.4% and HSBC advanced 2.3%. In Frankfurt, BMW's 2.5% rally lifted the benchmark index.

On Friday evening, member states' leaders approved the European Union's budget for the next seven years (2014-2020). In accordance with the leaked information, EUR 960 billion was set for financial commitment, and EUR 908.4 billion will be paid into the EU budget in the 2014-2020 period. EU leaders reached a balanced pro-growth budget, which is perhaps not the most perfect budget but it has good conditions for everyone, the European Council's President Herman von Rompuy said.

There was positive sentiment in US trading, and all of the key indices closed in the positive territory. The Dow added 0.3%, the S&P climbed 0.6%, and the Nasdaq firmed 0.9%. Of the S&P's sector indices, the energy sub-index was the strongest performer, with nearly 1% increase; the weakest performer was cyclical consumer goods sub-index, with nearly 0.1% decline. Google's Chairman Eric Schmidt is planning to sell 42% of his stake in Google. The top manager will be selling his shares for a whole year in order to lessen market impacts. According to Google's announcement, this is how Schmidt diversifies his own assets and improves liquidity. According to analysts, investors have nothing to worry about as the shares are probably sold because the chairman wants to cut loose from the company both financially and careerwise.

On Friday the euro weakened to the dollar; the 1.3375 support stopped the EUR/HUF for a while. This morning the EUR/USD was at 1.3390.

Asian markets were closed for the Chinese new year. Japan will resume trading tomorrow, the Hong Kong exchange will be closed until Wednesday, and China will be on holiday until the end of week.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,25	↓ 0	↓ -2
US 10Y	1,95	↓ -1	↓ -9
JP 2Y	0,03	⇒ 0	↓ -3
JP 10Y	0,77	⇒ 0	↓ -1
GER 2Y	0,18	↑ 1	↓ -8
GER 10Y	1,62	⇒ 0	↓ -10

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	0,29	⇒ 0	↓ 0
US 2Y Swap	0,38	↓ 0	↓ -3
US 5Y Swap	0,95	↓ -2	↓ -3
EUR 3M Euribor	0,23	↓ -1	↓ -1
EUR 2Y Swap	0,58	↓ 0	↓ -4
EUR 5Y Swap	1,05	↓ -1	↓ -6
GB 3M Libor	0,51	⇒ 0	⇒ 0
GB 2Y Swap	0,68	↓ 0	↓ -2
GB 5Y Swap	1,16	↑ 1	↓ -3
JP 3M Libor	0,16	↓ 0	↓ 0
JP 2Y Swap	0,19	↓ 0	↓ -2
JP 5Y Swap	0,28	↑ 1	↓ -3
CHF 3M Libor	0,02	⇒ 0	⇒ 0
CHF 2Y Swap	0,14	↑ 2	↑ 1
CHF 5Y Swap	0,48	↓ 0	↓ -4

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	118,8	↓ -0,09	↑ 2,76
Gold	1 667	↑ 0,02	↓ -0,40

Source: Reuters, OTP Research

Last December, the United States' trade balance had USD 38.5 billion deficit, the lowest reading since January 2010. Analysts had expected USD 46 billion deficit. In December, exports grew by 2.1% month/month, whereas imports declined by 2.7%. Some of the low deficit figure could be put down to the low level of balance of goods (USD 56.2 billion), and the record-breaking USD 17.7 billion surplus in the services balance. Full-year US foreign trade deficit was USD 540.4 billion in 2012, USD 20 billion less than in 2011.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Friday	DE	Dec	Trade balance (bn EUR)	17	15	15
	US	Dec	Trade balance (bn USD)	-38,5	-46,0	-48,7
	US	Dec	Wholesale inventories (%)		0,40	0,60
Monday	FR	Dec	Industrial output (mom, %)		-0,2	0,5

Source: Reuters, OTP Research

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