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## Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	13 928	↓ -0,77	↓ -0,40
S&P500	1 512	↓ -1,24	↓ -0,55
Nasdaq100	2 740	↓ -1,54	↓ -1,22
Russell2000	914	↓ -1,98	↓ -0,77
Stoxx600	289	↓ -0,32	↑ 0,28
DAX	7 729	↓ -0,30	↑ 0,22
FTSE 100	6 395	↑ 0,26	↑ 0,57
CAC40	3 710	↓ -0,69	↑ 0,31
ATX	2 429	↑ 0,88	↓ -0,37
IBEX35	8 163	↓ -0,76	↓ -1,72
Nikkei 225	11 309	↓ -1,39	↑ 0,02
Hang Seng	23 307	↑ 0,71	↓ -0,45
SSEC	2 397	↑ 0,60	↓ -1,01
SENSEX	19 643	↑ 0,04	↑ 0,18
RTS	1 583	↓ -0,63	↓ -1,86
Bovespa	56 178	↓ -1,98	↓ -3,81

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3262	↓ -0,14	↓ -0,73
EUR/CHF	1,2310	↓ -0,02	↑ 0,02
USD/GBP	1,5188	↓ -0,30	↓ -1,97
USD/JPY	93,41	↓ -0,14	↑ 0,60
AUD/USD	1,0256	↑ 0,01	↓ -0,98
USD/CAD	1,0171	↑ 0,06	↑ 1,64

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,7	↑ 2,4	↑ 2,0
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	219	↓ 0	↓ 0
CDS 5Y Italy	195	↓ 0	↓ -4
CDS 5Y Belg.	39	↓ 0	↓ -1
iTraxx 5Y EU	110,3	↓ -1	↓ -1
US TED Spread	16,7	↓ 0	↓ -2

Source: Reuters, OTP Research

**Summary**

- Stock markets closed mixed in Europe, and most US indices shed more than 1%.
- The minutes of the Fed's monetary policy makers' meeting were published yesterday. Members are divided over the continuation of the current bond purchase programme.
- Markit's figures on the eurozone's PMIs miss market expectations. Business activity is particularly subdued in the services sector.

Europe's stock markets closed mixed while US markets saw noticeable losses. The S&P500 slipped 1.2%, the Nasdaq shed 1.5%, and Russell, the index of small-cap companies eased 2%.

The decline came after the publication of the Fed meeting's minutes. It was yesterday when the Federal Open Market Committee meeting's minutes were released. Some of the FOMC members found that it would make sense to reduce the current volume of the quantitative easing, while others were of the opinion that it would be risky to end the bond purchase programme earlier. This rift made markets conclude that the cheap money from the central bank may dry up from the system, and encouraged many investors to sell shares.

There will be a lot of potentially market-moving data releases today. The preliminary readings of purchasing managers' indices, as compiled by the Markit institute, reveal that business activity remains feeble across the eurozone, particularly in the services sector. The index is at 47.3, as opposed to the expected 49 points.

With the preliminary PMI at 50.1 point, Germany's manufacturing industry is just above the 50-point psychological line that signifies stagnating activity. This reading is still below analysts' forecasts of 50.5 points. According to news reports, France's service sector activity was particularly weak, it has not seen such slump in the past four years. The fresh data may add to the risks surrounding the eurozone's recovery.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,26	↓	-1	↓	-2
US 10Y	2,01	↓	-2	↓	-5
JP 2Y	0,04	↑	0	↑	1
JP 10Y	0,74	↑	0	↓	0
GER 2Y	0,18	↓	-1	↓	-1
GER 10Y	1,63	↓	-1	↓	-4

**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	0,39	↓	-1	↓	-2
US 5Y Swap	1,02	↑	3	↑	3
EUR 3M Euribor	0,22	⇒	0	↓	-1
EUR 2Y Swap	0,57	↓	-1	↑	1
EUR 5Y Swap	1,08	↓	0	⇒	0
GB 3M Libor	0,51	↓	0	↓	0
GB 2Y Swap	0,62	↑	0	↑	1
GB 5Y Swap	1,13	↓	-1	↓	0
JP 3M Libor	0,16	⇒	0	↓	0
JP 2Y Swap	0,21	↑	0	↑	1
JP 5Y Swap	0,29	↓	-1	↓	0
CHF 3M Libor	0,02	⇒	0	⇒	0
CHF 2Y Swap	0,14	↑	1	↑	4
CHF 5Y Swap	0,49	↓	-2	↑	2

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	115,0	↓	-0,54	↓	-2,57
Gold	1 567	↑	0,33	↓	-4,10

Source: Reuters, OTP Research

Of yesterday's data releases, the statistics on US housing starts is worthy of attention. The figure dropped by 8.5% in January, after December's 12.1% plunge. This figure is another argument to confirm that building industry data may strongly vary month by month, on top of the seasonal effects.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Wednesday	DE	Jan	Inflation (y-o-y, %)	1,7	1,7	1,7
	DE	Jan	Producer prices (y-o-y, %)	1,7	1,2	1,5
	EZ	Feb	Consumer confidence (point)	-23,6	-23,1	-23,9
	US	Jan	Housing starts (m-o-m, %)	-8,5	-	12,1
	US	Jan	Building permits (m-o-m, %)	0,9	-	1,0
	US	Jan	Producer prices (y-o-y, %)	1,8	1,6	2,0
Thursday	DE	Feb	Markit Mfg flash PMI (points)	50,1	50,5	49,8
	EZ	Feb	Markit flash PMI (points)	47,3	49,0	48,6
	US	Jan	CPI (yoy, %)		1,6	1,7
	US	weekly	Initial jobless claims (ths)		355	341
	US	weekly	Continued jobless claims (ths)		3 170	3 114
	US	Feb	Markit flash PMI (points)		55,5	55,8

Source: Reuters, OTP Research

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