

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	14 573	↓ -0,04	↑ 0,87
S&P500	1 562	↓ -0,45	↑ 0,68
Nasdaq100	2 797	↓ -0,77	↓ -0,13
Russell2000	939	↓ -1,34	↓ -0,79
Stoxx600	294	⇒ 0,00	↑ 0,18
DAX	7 795	⇒ 0,00	↓ -0,96
FTSE 100	6 412	⇒ 0,00	↑ 0,30
CAC40	3 731	⇒ 0,00	↑ 0,09
ATX	2 352	⇒ 0,00	↓ -1,16
IBEX35	7 920	⇒ 0,00	↓ -2,71
Nikkei 225	12 003	↓ -1,08	↓ -3,75
Hang Seng	22 300	⇒ 0,00	↑ 0,22
SSEC	2 234	↓ -0,10	↓ -3,97
SENSEX	18 865	↑ 0,15	↑ 0,98
RTS	1 446	↓ -0,99	↓ -0,91
Bovespa	55 902	↓ -0,80	↑ 1,88

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,2854	↑ 0,05	↓ -0,05
EUR/CHF	1,2161	↑ 0,02	↓ -0,25
USD/GBP	1,5227	⇒ 0,00	↑ 0,45
USD/JPY	92,80	↓ -0,44	↓ -1,71
AUD/USD	1,0462	↑ 0,37	↓ -0,19
USD/CAD	1,0150	↓ -0,17	↓ -0,08

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,6	↑ 0,9	↑ 0,0
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	248	↑ 0	↑ 11
CDS 5Y Italy	247	↑ 0	↑ 13
CDS 5Y Belg.	42	↑ 0	↑ 3
iTraxx 5Y EU	125,4	↓ -3	↑ 7
US TED Spread	20,8	↓ -1	↓ -1

Source: Reuters, OTP Research

Summary

- Western Europe was closed on Friday and Monday, and there was no trading in the USA on Friday.
- A significant downward revision of the Manufacturing ISM index soured investment mood in the USA.
- Accordingly, Asian trading was rather weak this morning; despite the omen, Western Europe opened higher.

There was no trading in the USA on Friday, and Western Europe's key stock markets were also closed on Friday and on Monday. The weaker-than-expected manufacturing ISM for March disappointed American markets: the Nasdaq 100 dropped by 0.8%, and the Russell 2000 slipped 1.3%. This morning sellers outnumbered buyers in Asia: the Nikkei 225 lost more than 1%, partly because of the yen's strengthening versus the dollar to a level last seen on 6 March. Australia's stock market moved somewhat higher after its central bank left the key policy rate unchanged.

Despite the sinister presages, Western Europe opened optimistically; all major stock market benchmarks but Athens and Madrid are on the rise. Even though Italy failed to form a government, part of the gains can be attributed to President Napolitano's efforts – he requested ten experts to design a minimum programme that could be acceptable for both the left and the right. Once this is done, a new government can be sought for this programme. If this plan works, a second round of elections could be averted, which, in the current state of affairs, could not be held before 1 July anyway. The most recent opinion polls show Silvio Berlusconi's right-of-centre coalition to have the strongest support. Beppe Grillo's Five Stars movement, which rejects any form of cooperation, lost some of its appeal.

After Monday's weakening, the dollar is appreciating to the euro today. The EUR/USD is quoted near 1.283 on the interbank market.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,24	↓ -1	↓ -1
US 10Y	1,84	↓ -4	↓ -8
JP 2Y	0,06	↓ -1	↑ 2
JP 10Y	0,56	↓ 0	↑ 0
GER 2Y	-0,02	→ 0	↓ -6
GER 10Y	1,27	→ 0	↓ -14

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,25	→ 0,25	→ 0,25
ECB Rate	0,75	→ 0,75	→ 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	0,28	↓ 0	↓ 0
US 2Y Swap	0,39	↓ 0	↓ -1
US 5Y Swap	0,92	↑ 0	↓ -4
EUR 3M Euribor	0,21	↓ 0	→ 0
EUR 2Y Swap	0,48	↓ -1	↑ 0
EUR 5Y Swap	0,90	↓ -1	↑ 1
GB 3M Libor	0,51	→ 0	→ 0
GB 2Y Swap	0,59	↓ -1	↓ -1
GB 5Y Swap	0,95	↑ 0	↓ 0
JP 3M Libor	0,16	→ 0	↑ 0
JP 2Y Swap	0,20	↓ -1	↓ -1
JP 5Y Swap	0,27	↑ 0	↓ 0
CHF 3M Libor	0,02	→ 0	→ 0
CHF 2Y Swap	0,05	↑ 1	↓ -2
CHF 5Y Swap	0,40	↑ 1	↓ -1

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	110,8	↓ -0,22	↑ 2,47
Gold	1 601	↑ 0,15	↑ 0,14

Source: Reuters, OTP Research

Although construction spending in the USA rose stronger in February than had been thought, investors' focus was on the significant downward revision of the May gauge of the ISM manufacturing index in the final data release.

In today's influential publications, Germany releases the preliminary data for March inflation, and the March figures of US vehicle sales will see the light of day.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Monday	US	Feb	Construction spending (mom, %)	1,2	1,0	-2,1
	US	Mar	ISM manufacturing (point)	51,3	54,2	54,2
Tuesday	EZ	Feb	Unemployment rate (%)		12,0	11,9
	DE	Mar	CPI (preliminary, yoy, %)		1,4	1,5
	US	Mar	Vehicle sales (ann, mln)		15,30	15,32

Source: Reuters, OTP Research

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