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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 303	↓ -0,69	↓ -0,03
S&P500	1 648	↓ -0,70	↓ -0,42
Nasdaq100	2 995	↓ -0,57	↓ -0,14
Russell2000	987	↓ -1,04	↑ 0,48
Stoxx600	303	↓ -1,86	↓ -2,60
DAX	8 337	↓ -1,70	↓ -2,28
FTSE 100	6 621	↓ -2,09	↓ -3,21
CAC40	3 974	↓ -1,89	↓ -1,90
ATX	2 451	↓ -0,91	↓ -1,77
IBEX35	8 442	↓ -0,82	↓ -0,24
Nikkei 225	13 589	↓ -5,15	↓ -6,18
Hang Seng	22 555	↓ -1,61	↓ -3,04
SSEC	2 324	↑ 0,12	↑ 0,94
SENSEX	20 148	↓ -0,07	↑ 0,43
RTS	1 360	↓ -2,79	↓ -6,97
Bovespa	54 635	↓ -2,50	↓ -3,18

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,2978	↑ 0,31	↑ 0,33
EUR/CHF	1,2432	↓ -0,10	↓ -0,75
USD/GBP	1,5174	↑ 0,29	↑ 0,44
USD/JPY	100,74	↓ -0,39	↓ -1,24
AUD/USD	0,9680	↑ 0,49	↓ -0,73
USD/CAD	1,0338	↓ -0,13	↑ 0,35

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	0,0	→ 0,0	→ 0,0
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	197	↑ 7	↑ 26
CDS 5Y Italy	212	↑ 9	↑ 33
CDS 5Y Belg.	35	↑ 1	↑ 4
iTraxx 5Y EU	100,0	↑ 6	↑ 8
US TED Spread	23,1	↓ -1	↓ 0

Source: Reuters, OTP Research

Summary

- Global markets closed in the red on Wednesday; the Nikkei in Tokyo fell 5.2%.
- Chancellor Angela Merkel is to pay visit to Paris, one day after the EC gave France two years' grace period to trim its budget deficit.
- The USA is to publish regular weekly labour market data today.

After Tuesday's decent performance, stock markets closed with losses on Wednesday. In a most striking fall, the Nikkei in Tokyo nose-dived 5.2%. The Japanese index surged from its end-November reading of 9,500 points to above 15,500 on 22 May – this is when a considerable profit taking started, along with a substantial growth in volatility. This morning the Nikkei fell as deep as to 13,589 points.

American indices declined, partly as some high-dividend stocks (e.g. utilities, healthcare) lost some of their appeal because of the recent increase in yields.

Today German Chancellor Angela Merkel is paying visit to Paris, where she is to meet President Hollande. The summit takes place one day after the European Commission extended the deadline for France by two years to bring down its budget gap below the 3% line. Sources polled by Reuters say the relationship between the eurozone's two largest member states is good.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,30	↓ -1	↑ 5
US 10Y	2,12	↓ -4	↑ 7
JP 2Y	0,14	↑ 1	↑ 1
JP 10Y	0,93	↓ -2	↓ -6
GER 2Y	0,08	↑ 5	↑ 8
GER 10Y	1,52	↑ 4	↑ 14

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,25	⇒ 0,25	⇒ 0,25
ECB Rate	0,50	⇒ 0,50	⇒ 0,50
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	0,43	↓ -1	↑ 4
US 5Y Swap	1,16	↓ -4	↑ 12
EUR 3M Euribor	0,20	↑ 0	↑ 0
EUR 2Y Swap	0,45	↑ 0	↑ 7
EUR 5Y Swap	0,94	↓ -1	↑ 8
GB 3M Libor	0,51	⇒ 0	⇒ 0
GB 2Y Swap	0,65	↓ -1	↓ -1
GB 5Y Swap	1,14	↓ -3	↑ 2
JP 3M Libor	0,15	↓ 0	↓ 0
JP 2Y Swap	0,27	↓ -1	↓ -1
JP 5Y Swap	0,53	↓ -3	↑ 2
CHF 3M Libor	0,02	⇒ 0	↓ 0
CHF 2Y Swap	0,10	↓ -1	↑ 3
CHF 5Y Swap	0,47	↓ -2	↑ 8

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	102,6	↑ 0,14	↑ 0,13
Gold	1 407	↑ 1,08	↑ 1,21

Source: Reuters, OTP Research

Unemployment in Germany rose by 21,000 in May, the country announced yesterday.

In today's publications, the eurozone's business climate and consumer sentiment indices will see the light of day. The USA will release an update on Q1 GDP data as well as the usual weekly employment statistics.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Wednesday	DE	May	Change of number of unemployed persons (mom, ths)	21	5	4
Thursday	EZ	May	Business sentiment (points)		89,0	88,6
	EZ	May	Consumer sentiment (points)		-21,9	-22,3
	US	Q1	GDP Preliminary (annualized, %)		2,5	2,5
	US	weekly	Initial jobless claims (ths)		340	340
	US	weekly	Continued jobless claims (ths)		2 950	2 912

Source: Reuters, OTP Research

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