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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 239	↓ -0,06	↓ -0,10
S&P500	1 643	↓ -0,03	↑ 0,15
Nasdaq100	2 990	↓ -0,01	↓ -0,01
Russell2000	993	↑ 0,51	↑ 0,22
Stoxx600	295	↓ -0,06	↓ -1,13
DAX	8 308	↑ 0,64	↑ 0,26
FTSE 100	6 370	↓ -0,66	↓ -2,38
CAC40	3 864	↓ -0,21	↓ -1,44
ATX	2 401	↓ -0,33	↓ -0,40
IBEX35	8 227	↓ -0,47	↓ -0,69
Nikkei 225	13 318	↓ -1,45	↓ -1,60
Hang Seng	21 615	↑ 0,18	↓ -2,99
SSEC	2 211	→ 0,00	↓ -3,84
SENSEX	19 441	↑ 0,06	↓ -0,86
RTS	1 301	↓ -1,06	↓ -1,40
Bovespa	51 317	↓ -0,59	↓ -4,87

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3270	↑ 0,11	↑ 1,47
EUR/CHF	1,2378	↑ 0,03	↓ -0,06
USD/GBP	1,5581	↑ 0,06	↑ 1,76
USD/JPY	98,22	↓ -0,55	↓ -1,78
AUD/USD	0,9409	↓ -0,56	↓ -2,48
USD/CAD	1,0187	↓ -0,04	↓ -1,47

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	15,4	↑ 0,3	↓ -0,8
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	211	↑ 1	↑ 5
CDS 5Y Italy	215	↑ 0	↓ -3
CDS 5Y Belg.	37	↓ -1	↓ 0
iTraxx 5Y EU	107,1	↑ 3	↑ 0
US TED Spread	22,9	→ 0	↓ 0

Source: Reuters, OTP Research

- After Friday's soaring, advanced stock markets' indices staggered; the sentiment was also rather gloomy this morning.
- S&P raised its outlook for the USA's sovereign debt from negative to stable.
- The dollar has retreated to the euro; the EUR/USD drew near 1.3280 this morning.

After Friday's gains, advanced stock markets stumbled, and the benchmark indices inched down in most countries. The increased cautiousness stemmed from China's disappointing exports and lending data, the downward revision of Italy's GDP figure, and from reports that Gazprom ditched plans to buy DEPA; the Greek natural gas firm's privatization tender failed to attract bids.

The S&P's decision to raise US credit outlook from negative to stable owing to the achievements of the fiscal adjustment caused only short-lived optimism. The rating remained AA+, one notch below the best one. Moody's and Fitch maintain their AAA rating for US debt.

The Chinese data weighed on mining companies, making the London Stock Exchange the weakest one in Europe. The CAC40 also fell, whereas Frankfurt advanced higher. After reversing several times, US markets closed practically flat. However, the strength in Russell2000 and the increase in the EUR/USD may bode well for the future.

At Apple's annual software developers' conference, the CEO presented the company's new mobile operating system and announced Apple's music streaming service. Amid the deteriorating market sentiment, Apple's share price closed 0.7% lower.

This morning the pessimistic trading continues: all but one Asian indices sank, and the Bulgarian benchmark is the only European index in the green. Somewhat surprisingly (in view of the recent developments), the dollar lost further ground to the euro.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,32	↑	1	↑	2
US 10Y	2,22	↑	4	↑	9
JP 2Y	0,13	↑	1	↓	0
JP 10Y	0,84	↓	-1	↑	3
GER 2Y	0,18	↑	5	↑	12
GER 10Y	1,56	↑	3	↑	5

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	0,27	↓	0	↑	0
US 2Y Swap	0,47	↓	-2	↑	3
US 5Y Swap	1,33	↑	2	↑	10
EUR 3M Euribor	0,20	↑	0	↑	0
EUR 2Y Swap	0,57	↓	0	↑	11
EUR 5Y Swap	1,12	↑	0	↑	14
GB 3M Libor	0,51	→	0	↑	0
GB 2Y Swap	0,77	↓	0	↓	-1
GB 5Y Swap	1,35	↑	2	↓	0
JP 3M Libor	0,15	→	0	→	0
JP 2Y Swap	0,25	↓	0	↓	-1
JP 5Y Swap	0,49	↑	2	↓	0
CHF 3M Libor	0,02	→	0	→	0
CHF 2Y Swap	0,15	↑	1	↑	4
CHF 5Y Swap	0,56	↑	1	↑	6

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	103,7	↓	-0,29	↑	0,40
Gold	1 383	↓	-0,27	↓	-1,17

Source: Reuters, OTP Research

The macroeconomic publications' calendar is virtually empty beginning of this week: only Britain's industrial production data may be of importance on Monday and Tuesday. The country's industrial performance makes analysts expect that the growth generated in the April-June period may be the strongest QoQ gauge since Q2 2010.

The Bank of Japan's two-day monetary policy meeting ended today, without material changes or important announcements.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Monday	CH	May	Unemployment rate (%)	3,2	-	3,1
	CH	Apr	Retail sales (yoy, %)	3,3	-	-0,8
Tuesday	UK	Apr	Industrial production (mom, %)		0,0	0,7

Source: Reuters, OTP Research

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