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Daily Report – Global markets

STOCK EXCHANGE

| | Close | Daily chg. (%) | Weekly chg. (%) |
|-------------|--------|----------------|-----------------|
| DJIA | 14 910 | ↓ -0,76 | ↑ 0,74 |
| S&P500 | 1 606 | ↓ -0,43 | ↑ 0,87 |
| Nasdaq100 | 2 910 | ↑ 0,09 | ↑ 1,10 |
| Russell2000 | 977 | ↓ -0,25 | ↑ 1,43 |
| Stoxx600 | 285 | ↓ -0,49 | ↑ 1,65 |
| DAX | 7 959 | ↓ -0,39 | ↑ 2,18 |
| FTSE 100 | 6 215 | ↓ -0,45 | ↑ 1,62 |
| CAC40 | 3 739 | ↓ -0,62 | ↑ 2,21 |
| ATX | 2 224 | ↓ -0,88 | ↓ -2,35 |
| IBEX35 | 7 763 | ↓ -1,04 | ↑ 0,81 |
| Nikkei 225 | 13 853 | ↑ 1,28 | ↑ 6,05 |
| Hang Seng | 20 803 | ↑ 1,78 | ↑ 2,66 |
| SSEC | 1 979 | ↑ 1,50 | ↓ -4,53 |
| SENSEX | 19 396 | ↑ 2,75 | ↑ 3,31 |
| RTS | 1 275 | ↑ 1,00 | ↑ 2,39 |
| Bovespa | 47 457 | ↓ -0,32 | ↑ 0,85 |

FX MARKET

| | Close | Daily chg. (%) | Weekly chg. (%) |
|---------|--------|----------------|-----------------|
| EUR/USD | 1,3024 | ↑ 0,12 | ↓ -0,71 |
| EUR/CHF | 1,2306 | ↑ 0,11 | ↑ 0,52 |
| USD/GBP | 1,5222 | ↑ 0,08 | ↓ -1,35 |
| USD/JPY | 99,40 | ↑ 0,28 | ↑ 1,72 |
| AUD/USD | 0,9193 | ↑ 0,62 | ↓ -0,59 |
| USD/CAD | 1,0498 | ↓ -0,19 | ↑ 0,02 |

RISK INDICATORS

| | Close | Daily chg (bp) | Weekly chg (bp) |
|---------------|-------|----------------|-----------------|
| VIX | 16,9 | → 0,0 | ↓ -2,0 |
| EMBI+ Spread | 287 | ↑ 12 | ↑ 30 |
| CDS 5Y PIIS | 238 | ↑ 1 | ↓ -2 |
| CDS 5Y Italy | 237 | ↑ 3 | ↓ -2 |
| CDS 5Y Belg. | 44 | ↓ 0 | ↑ 1 |
| iTraxx 5Y EU | 119,2 | ↑ 3 | ↓ -4 |
| US TED Spread | 23,3 | ↓ -1 | ↑ 1 |

Source: Reuters, OTP Research

Summary

- Nearly all developed market indices fell on Friday.
- The USD has firmed to the EUR, the greenback is weakening this morning.
- In today's interesting data releases, the EZ's unemployment rate for May and preliminary inflation for June is due out.

All of advanced markets' major stock indices headed down on Friday, except for the Nasdaq 100's slight gains. In London, Barclay's press release caused some uncertainty, as official regulations force the bank to curb its lending. In Frankfurt, SAP fell more than 3% as one of its key partners Accenture published disappointing revenue forecast. BAT lost 2%; Heineken slid by nearly the same rate following a downgrade by Nomura. In the USA, IBM stock prices contracted by 2.3%, owing to the poor quarterly report posted after Thursday's market close.

This morning, Asia's stock markets performed mixed (Nikkei 225 advanced 1.3%). Europe is fairly optimistic, with all markets but Russia, Hungary, Latvia and Estonia opening higher.

On Friday afternoon, the dollar made inroads into the euro. This morning, the EUR/USD is heading higher, drawing near the 1.305 line. The Swiss franc followed a similar pattern to the greenback versus the euro, the EUR/CHF was seen near 1.232 this morning.

GOV'T BOND MARKET

| | Yield (%) | | Daily chg (bp) | | Weekly chg (bp) |
|---------|-----------|---|----------------|---|-----------------|
| US 2Y | 0,36 | ↑ | 0 | ↓ | -2 |
| US 10Y | 2,50 | ↑ | 2 | ↓ | -4 |
| JP 2Y | 0,15 | ↓ | 0 | ↑ | 1 |
| JP 10Y | 0,86 | ↑ | 1 | ↓ | -3 |
| GER 2Y | 0,20 | ↓ | -1 | ↓ | -5 |
| GER 10Y | 1,72 | ↓ | -5 | ↑ | 4 |

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 | 0,51 | ↑ | 2 | ↓ | -5 |
| US 5Y Swap | 1,57 | ↑ | 3 | ↓ | -8 |
| EUR 3M Euribor | 0,22 | ↓ | 0 | ↑ | 0 |
| EUR 2Y Swap | 0,60 | ↑ | 1 | ↓ | -9 |
| EUR 5Y Swap | 1,23 | ↑ | 1 | ↓ | -15 |
| GB 3M Libor | 0,51 | → | 0 | ↑ | 0 |
| GB 2Y Swap | 0,79 | ↓ | -1 | ↓ | -2 |
| GB 5Y Swap | 1,54 | ↑ | 2 | ↓ | -4 |
| JP 3M Libor | 0,16 | → | 0 | ↑ | 0 |
| JP 2Y Swap | 0,26 | ↓ | -1 | ↓ | -2 |
| JP 5Y Swap | 0,50 | ↑ | 2 | ↓ | -4 |
| CHF 3M Libor | 0,02 | → | 0 | ↑ | 0 |
| CHF 2Y Swap | 0,17 | ↑ | 1 | ↓ | -8 |
| CHF 5Y Swap | 0,73 | ↓ | -2 | ↓ | -10 |

COMMODITIES

| | Close | | Daily chg. (%) | | Weekly chg. (%) |
|-----------|-------|---|----------------|---|-----------------|
| Oil Brent | 102,1 | ↓ | -0,06 | ↑ | 0,93 |
| Gold | 1 244 | ↑ | 0,87 | ↓ | -2,92 |

Source: Reuters, OTP Research

The June gauge of the Chicago purchasing managers' index missed expectations by a large margin, but it remained above the 50-point line.

Today the eurozone is to supply important statistics: the consumer price index for June and the unemployment rate reading for May.

| | COUNTRY | DATE | | FACT | CONSENSUS | PREVIOUS |
|--------|---------|------|--------------------------------|------|-----------|----------|
| Friday | US | Jun | Chicago PMI (points) | 51,6 | 56,0 | 58,7 |
| | US | Jun | U Michigan sentiment (points) | | 82,8 | 82,7 |
| Monday | EZ | Jun | CPI (flash, yoy, %) | | 1,6 | 1,4 |
| | EZ | May | Unemployment rate (%) | | 12,3 | 12,2 |
| | US | May | Construction spending (mom, %) | | 0,6 | 0,4 |

Source: Reuters, OTP Research

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