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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 452	↓ -0,21	↑ 0,99
S&P500	1 676	↓ -0,37	↑ 1,45
Nasdaq100	3 077	↓ -0,08	↑ 3,12
Russell2000	1 039	↓ -0,44	↑ 2,03
Stoxx600	295	↓ -0,70	↑ 0,25
DAX	8 201	↓ -0,41	↑ 1,78
FTSE 100	6 556	↓ -0,45	↑ 0,66
CAC40	3 851	↓ -0,71	↑ 0,19
ATX	2 290	↓ -0,96	↑ 1,21
IBEX35	7 798	↓ -0,72	↓ -2,70
Nikkei 225	14 615	↑ 0,11	↑ 1,38
Hang Seng	21 312	↑ 0,04	↑ 3,04
SSEC	2 066	↑ 0,31	↑ 5,10
SENSEX	19 851	↓ -0,91	↑ 2,12
RTS	1 369	↑ 1,05	↑ 6,70
Bovespa	46 869	↑ 0,28	↑ 3,98

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3137	↓ -0,18	↑ 1,26
EUR/CHF	1,2369	↑ 0,07	↓ -0,51
USD/GBP	1,5112	↓ -0,31	↑ 0,68
USD/JPY	99,32	↑ 0,23	↓ -0,32
AUD/USD	0,9220	↓ -0,32	↑ 0,56
USD/CAD	1,0391	↑ 0,23	↓ -0,70

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,4	↑ 0,6	↑ 0,1
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	265	↓ -2	↑ 18
CDS 5Y Italy	233	↓ 0	↑ 11
CDS 5Y Belg.	40	↓ -1	↓ -3
iTraxx 5Y EU	106,1	↓ -1	↑ 0
US TED Spread	22,6	→ 0	↓ 0

Source: Reuters, OTP Research

Summary

- In Tuesday's unfavourable sentiment, the major indices lost up to 1%.
- The dollar substantially retreated to the euro, pushing the EUR/USD to 1.317.
- Goldman Sachs' quarterly figures beat expectations.
- Ben Bernanke's testimony to the US Congress' financial services committee will start at 16:00 (CET)..

Yesterday's session was rather low-spirited as on Monday Fitch had cut its rating on the long-term debts of the eurozone's special-purpose vehicle, the ESFS (European Financial Stability Facility), from AAA to AA+. Neither did the mixed bag of macroeconomic news help making gains, thus the key indices lost up to 1%.

Following the better-than-expected earnings reports by JP Morgan, Wells Fargo and Citigroup, this time Goldman Sachs came up with a surprise quarterly report. Yet CLSA's analysts worsened their recommendation from Buy to Hold.

The dollar materially weakened to the euro on Tuesday, pushing the EUR/USD to 1.317 as the pair returned from a brief visit below the 1.30 line on Monday.

Ben Bernanke will start his testimony to the Congress' financial services committee at 16:00 today, but the Fed chairman's speech will be published as early as at 14:30.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,33	↓ 0	↓ -5
US 10Y	2,53	↓ -1	↓ -11
JP 2Y	0,13	↑ 0	↓ 0
JP 10Y	0,82	↓ 0	↓ -5
GER 2Y	0,12	↑ 2	↑ 2
GER 10Y	1,57	↑ 2	↓ -13

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	0,48	↓ -1	↓ -2
US 5Y Swap	1,53	↓ -1	↓ -6
EUR 3M Euribor	0,22	⇒ 0	↑ 0
EUR 2Y Swap	0,51	↓ -1	↑ 1
EUR 5Y Swap	1,07	↓ -1	↓ -4
GB 3M Libor	0,51	↓ 0	↓ 0
GB 2Y Swap	0,70	↓ -1	↓ -1
GB 5Y Swap		↓ 0	↓ -2
JP 3M Libor	0,16	⇒ 0	⇒ 0
JP 2Y Swap	0,26	↓ -1	↓ -1
JP 5Y Swap	0,46	↓ 0	↓ -2
CHF 3M Libor	0,02	⇒ 0	↑ 0
CHF 2Y Swap	0,14	↓ -1	↑ 2
CHF 5Y Swap	0,67	↓ -1	↓ -1

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	107,8	↓ -1,51	↓ -0,70
Gold	1 288	↓ -0,28	↑ 1,95

Source: Reuters, OTP Research

A mixed bag of macroeconomic data was released yesterday. The June reading of US industrial output surpassed estimates, but Germany's ZEW index fell significantly short of expectations. In today's publications, US real estate statistics and Britain's jobless rate will be out – but they will be outshined by Ben Bernanke's testimony to US Congress.

	COUNTRY	DATE		FACT	CONSENSUS	PREVIOUS
Tuesday	US	Jun	CPI (yoy, %, nsa)	1,8	1,7	1,4
	US	Jun	Core CPI (yoy, %, nsa)	1,6	1,6	1,7
	US	Jun	Industrial output (mom, %)	0,3	0,2	0,0
	EZ	Jun	Inflation, final (yoy, %)	2	1,6	1,6
	DE	Jul	ZEW economic sentiment (points)	36,3	39,6	38,5
	GB	Jun	CPI (yoy, %)	2,9	3,0	2,7
Wednesday	UK	May	ILO Unemployment rate (%)		7,8	7,8
	US	Jun	Housing starts (m-o-m, %)		-	6,8
	US	Jun	Building permits (m-o-m, %)		-	-2,0

Source: Reuters, OTP Research

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