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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 612	↓ -0,30	↑ 0,58
S&P500	1 707	↓ -0,15	↑ 1,29
Nasdaq100	3 143	↓ -0,01	↑ 2,42
Russell2000	1 063	↑ 0,30	↑ 2,15
Stoxx600	305	↑ 0,19	↑ 1,90
DAX	8 398	↓ -0,10	↑ 1,69
FTSE 100	6 620	↓ -0,43	↑ 0,90
CAC40	4 050	↑ 0,11	↑ 2,04
ATX	2 421	↑ 0,17	↑ 2,84
IBEX35	8 561	↓ -0,15	↑ 2,21
Nikkei 225	14 401	↑ 1,00	↑ 3,83
Hang Seng	22 222	↑ 0,14	↑ 1,70
SSEC	2 050	↑ 1,04	↑ 3,75
SENSEX	19 182	↑ 0,10	↓ -2,10
RTS	1 333	↓ -0,22	↓ -0,59
Bovespa	48 436	↓ -0,08	↓ -1,58

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3255	↓ -0,02	↓ -0,05
EUR/CHF	1,2312	↑ 0,15	↓ -0,15
USD/GBP	1,5338	↓ -0,12	↑ 0,67
USD/JPY	98,47	↑ 0,17	↑ 0,45
AUD/USD	0,8982	↑ 0,59	↓ -0,87
USD/CAD	1,0360	↑ 0,02	↑ 0,51

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	11,8	↓ -0,1	↓ -1,6
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	223	↓ -1	↓ -11
CDS 5Y Italy	201	↓ -2	↓ -14
CDS 5Y Belg.	35	↑ 0	↑ 0
iTraxx 5Y EU	94,1	↓ -2	↓ -9
US TED Spread	22,0	→ 0	↓ 0

Source: Reuters, OTP Research

Summary

- Developed markets' indices made moderate moves in the summerish sentiment.
- Mixed macroeconomic statistics were published yesterday; in the USA, non-manufacturing PMI was well above expectations.
- In the early hours of Tuesday, Australia cut its benchmark interest rate to a new record low of 2.5%; Nikkei added 1% in today's trading.

In yesterday's trading, the mixed macroeconomic data were coupled by unresponsive investors on advanced markets, only Asia's stock indices changed by more than 1% this morning. Italy's Mediaset grew by 4%, thanks to a Buy recommendation from Deutsche Bank. Another Buy recommendation benefited the shares of Britain's Thomas Cook travel company. On the other hand, HSBC headed down as its first-half-year profit growth of 23% somewhat disappointed investors.

The EUR/USD has been trading in a narrow range of 1.32 to 1.33 for more than a week now. The Japanese yen appreciated slightly, and the Australian dollar has regained ground to the greenback from nearly three-year low as its central bank cut its base rate by additional 25 basis points, to 2.5% early this morning, citing the below-average economic growth. Nevertheless, the weakening trend of the AUD is unlikely to break.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,31	↑	0	↓	-2
US 10Y	2,64	↑	3	↑	4
JP 2Y	0,12	↓	0	↓	-1
JP 10Y	0,78	↓	-3	↓	-1
GER 2Y	0,15	↓	-1	↑	1
GER 10Y	1,65	↓	-3	↓	-1

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	0,46	→	0	↑	0
US 5Y Swap	1,54	↓	0	→	0
EUR 3M Euribor	0,23	↓	0	↑	0
EUR 2Y Swap	0,56	↑	1	↓	0
EUR 5Y Swap	1,20	↑	1	↑	3
GB 3M Libor	0,51	→	0	↑	0
GB 2Y Swap	0,73	↓	-1	↓	-1
GB 5Y Swap	1,48	↓	0	↓	-2
JP 3M Libor	0,16	→	0	↓	0
JP 2Y Swap	0,24	↓	0	↓	-1
JP 5Y Swap	0,42	↓	0	↓	-2
CHF 3M Libor	0,02	→	0	↓	0
CHF 2Y Swap	0,20	↓	-1	↑	6
CHF 5Y Swap	0,71	↓	-2	↑	4

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	108,5	↓	-0,17	↑	1,51
Gold	1 291	↓	-0,95	↓	-2,73

Source: Reuters, OTP Research

A mixed bag of macroeconomic saw the light of day yesterday. HSBC's purchasing managers index for China's service sector was not changed in the final release. In Europe, Germany's purchasing managers' index was revised down, those of the eurozone and France were revised up. In the USA, non-manufacturing ISM index has considerably beaten expectations. The eurozone's retail sales shrank as expected.

Today's publications include the preliminary reading of Italy's Q2 GDP. The country's economy is expected to have contracted for the eight time in a row, in quarter on quarter terms.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	CN	Jul	HSBC Services PMI (point)	51,3	-	51,3
	DE	Jul	Markit Services PMI (point)	51,3	52,5	52,5
	EZ	Jul	Markit Composite PMI (point)	50,5	50,4	50,4
	EZ	Aug	Sentix sentiment indicator (point)	-4,9	-10,0	-12,6
	EZ	Jun	Retail sales (m-o-m, %)	-0,5	-0,6	1,1
	US	Jul	Non-Manufacturing PMI (point)	56,0	53,0	52,2
Tuesday	UK	Jun	Industrial output (MoM, %)		0,6	0,0
	IT	Q2	GDP (preliminary, QoQ, %)		-0,4	-0,6
	DE	Jun	Industrial orders (MoM, %)		1,0	-1,3
	US	Jun	Trade balance (monthly, USD bn)		-43,5	-45,0

Source: Reuters, OTP Research

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