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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 519	↓ -0,60	↓ -0,01
S&P500	1 697	↓ -0,57	↑ 0,68
Nasdaq100	3 122	↓ -0,67	↑ 1,20
Russell2000	1 052	↓ -1,02	↑ 0,83
Stoxx600	304	↓ -0,41	↑ 1,36
DAX	8 300	↓ -1,17	↑ 0,35
FTSE 100	6 604	↓ -0,23	↑ 0,51
CAC40	4 033	↓ -0,43	↑ 1,15
ATX	2 414	↓ -0,27	↑ 3,40
IBEX35	8 530	↓ -0,37	↑ 0,86
Nikkei 225	13 925	↓ -3,31	↑ 1,88
Hang Seng	21 924	↓ -1,34	↓ -0,14
SSEC	2 061	↑ 0,49	↑ 3,54
SENSEX	18 733	↓ -2,34	↓ -3,18
RTS	1 305	↓ -2,13	↓ -1,62
Bovespa	47 422	↓ -2,09	↓ -2,35

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3304	↓ -0,01	↑ 0,03
EUR/CHF	1,2310	↓ -0,05	↓ -0,09
USD/GBP	1,5334	↓ -0,08	↑ 0,84
USD/JPY	97,21	↓ -0,54	↓ -0,66
AUD/USD	0,8952	↓ -0,38	↓ -0,31
USD/CAD	1,0383	↑ 0,09	↑ 1,05

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,7	↑ 0,9	↓ -0,7
EMBI+ Spread	287	↑ 12	↑ 30
CDS 5Y PIIS	222	↓ -1	↓ -11
CDS 5Y Italy	200	↓ -1	↓ -12
CDS 5Y Belg.	34	↓ -1	↓ -1
iTraxx 5Y EU	95,0	↑ 1	↓ -5
US TED Spread	21,6	↓ -1	↓ -1

Source: Reuters, OTP Research

Summary

- The favourable trade balance data sent American stock markets lower, dragging down those of Western Europe from their sideways moves. Most of advanced markets' benchmarks sank 0.5-1.1%.
- Unicredit's quarterly data beat expectations, while ING's results fell short of them.
- The dollar is on the rise to the euro.

Tuesday's trading sentiment was unhelpful throughout the world. In the afternoon, the surprisingly favourable trade deficit figure in the USA may have added to concerns that the asset purchase programme may end sooner – at least, American stock markets headed down straight from the opening, pulling down Western Europe's markets from their sideway moves. Most of emerged markets' benchmarks sank 0.5-1.1%.

The Nikkei declined 3.3%.

Unicredit gave account of EUR 6,417 million revenue, topping expectations of EUR 6,210 mn. The financial institution's net profit was EUR 362 million, more than the double of its result a year earlier. However, in quarter/quarter terms, this translates into 19.4% decrease.

ING reported EUR 788 million in profits, falling short of the EUR 944 mn estimate. This corresponds to 39% decline from last year. It was the losses at its Asian insurance unit and investment management that impaired profits.

After yesterday's weakening, the dollar started to appreciate to the euro in this morning's session, retreating below the 1.33 line. The JPY steadily firmed versus the USD, the cross is below the 97 line this morning.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,31	↑ 0	↓ -1
US 10Y	2,64	↓ 0	↑ 3
JP 2Y	0,12	↓ 0	↓ 0
JP 10Y	0,79	↑ 0	↓ -1
GER 2Y	0,17	↑ 2	↑ 0
GER 10Y	1,69	↑ 4	↑ 2

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	↑ 0	↑ 1
US 5Y Swap	1,55	↓ 0	↑ 2
EUR 3M Euribor	0,23	↑ 0	↑ 0
EUR 2Y Swap	0,56	↓ -1	↑ 2
EUR 5Y Swap	1,21	↓ -1	↑ 5
GB 3M Libor	0,51	→ 0	↑ 0
GB 2Y Swap	0,74	→ 0	↓ -1
GB 5Y Swap	1,53	↓ -2	↓ -2
JP 3M Libor	0,16	→ 0	↓ 0
JP 2Y Swap	0,24	↓ -1	↓ -1
JP 5Y Swap	0,41	↓ -2	↓ -2
CHF 3M Libor	0,02	↑ 0	→ 0
CHF 2Y Swap	0,21	↑ 2	↑ 7
CHF 5Y Swap	0,70	↓ -1	↑ 2

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	107,8	↓ -0,35	↑ 0,09
Gold	1 278	↓ -0,23	↓ -3,34

Source: Reuters, OTP Research

Trade deficit in the United States was USD 34.2 bn, much better than expected, and marking the best balance since autumn 2009. This may even lead to revising the Q2 GDP growth data up. Britain's industrial output and Italy's GDP were both well above expectations. In Germany, industrial orders grew much stronger in June that had been thought.

In today's important releases, Germany will publish industrial output statistics and the Bank of Japan will decide on its base rate.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	UK	Jun	Industrial output (MoM, %)	1,1	0,6	0,0
	IT	Q2	GDP (preliminary, QoQ, %)	-0,2	-0,4	-0,6
	DE	Jun	Industrial orders (MoM, %)	3,8	1,0	-1,3
	US	Jun	Trade balance (monthly, USD bn)	-34,2	-43,5	-45,0
Wednesday	DE	Jun	Industrial output (MoM, %)		0,3	-1,0
	JP	Aug	BOJ rate decision (%)		-	0,1

Source: Reuters, OTP Research

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