

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 301	↑ 0,42	↑ 2,44
S&P500	1 710	↑ 0,41	↑ 2,03
Nasdaq100	3 256	↑ 0,69	↑ 1,25
Russell2000	1 090	↑ 0,55	↑ 2,30
Stoxx600	312	↑ 0,20	↑ 0,98
DAX	8 724	↓ -0,01	↑ 1,54
FTSE 100	6 508	↑ 0,32	↑ 1,09
CAC40	4 223	↑ 0,07	↑ 1,38
ATX	2 520	↑ 0,31	↑ 0,71
IBEX35	9 696	↑ 0,28	↑ 3,35
Nikkei 225	14 405	→ 0,00	↑ 3,67
Hang Seng	23 218	→ 0,00	↑ 1,06
SSEC	2 238	↑ 0,43	↑ 1,80
SENSEX	20 608	↑ 0,38	↑ 3,58
RTS	1 474	↓ -0,21	↑ 2,05
Bovespa	54 171	↑ 1,92	↑ 3,35

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3564	↑ 0,02	↓ -0,05
EUR/CHF	1,2343	↓ -0,01	↑ 0,61
USD/GBP	1,5982	↑ 0,18	↓ -0,62
USD/JPY	98,41	↓ -0,15	↑ 1,60
AUD/USD	0,9532	↑ 0,47	↑ 1,21
USD/CAD	1,0336	↓ -0,15	↓ -0,28

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	16,1	↑ 0,4	↓ -3,3
EMBI+ Spread	287	↓ -6	↓ -5
CDS 5Y PIIS	196	↓ -15	↓ -29
CDS 5Y Italy	178	↓ -15	↓ -26
CDS 5Y Belg.	32	↓ -2	↓ -2
iTraxx 5Y EU	97,9	↓ -3	↓ -4
US TED Spread	18,4	→ 0	↓ -3

Source: Reuters, OTP Research

Summary

- There is still no budget deal in the USA, but politicians' statements suggest that the rift has narrowed.
- This raised investors' optimism on Monday, and the positive mood persisted this morning.
- The dollar has retreated to the euro.

The statements made yesterday in the USA suggest that the solution is approaching for enabling the federal budget to raise additional funds until the beginning of February, and at the same time, the federal administration could fully resume operation in this quarter. Consequently, developed equity markets closed with gains, only Frankfurt's key benchmark remained in the red by the end of the day. The developments in the USA took the limelight from the rather unfavourable Chinese exports statistics. The Czech subsidiary of Telefónica jumped more than 6% higher on the Prague Stock Exchange, as its Spanish parent company announced plans to sell its 69% stake. The PSA concern (Peugeot, Citroen) nose-dived 9%, following a weekend report that France and a Chinese private company may materially increase its capital.

US indices gained about 0.5%; in the absence of earnings reports, stock prices changed moderately. Before American markets open today, Coca-Cola, Johnson & Johnson and Citigroup will come up with their quarterly earnings reports; Intel and Yahoo will follow suit after market close.

The optimism continued in Asia this morning. At 9:45 today, all European benchmarks but Estonia, Latvia and Bulgaria were in the positive territory. The dollar weakened to the euro on Monday, and the EUR/USD was above 1.36 this morning when European markets opened.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,36	↑ 36	↑ 1
US 10Y	2,74	↑ 274	↑ 11
JP 2Y	0,10	↑ 10	↓ 0
JP 10Y	0,66	↑ 66	↑ 1
GER 2Y	0,19	↓ 0	↑ 2
GER 10Y	1,86	↑ 1	↑ 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	0,25	↑ 0	↑ 0
US 2Y Swap	0,47	↑ 1	↓ 0
US 5Y Swap	1,56	↑ 3	↑ 2
EUR 3M Euribor	0,23	→ 0	↑ 0
EUR 2Y Swap	0,57	↑ 0	↓ 0
EUR 5Y Swap	1,30	↑ 2	↑ 3
GB 3M Libor	0,52	↑ 0	↓ 0
GB 2Y Swap	0,85	↓ -2	↓ -1
GB 5Y Swap	1,76	↓ -1	↓ -1
JP 3M Libor	0,14	↓ 0	↓ -1
JP 2Y Swap	0,20	↓ -1	↓ -1
JP 5Y Swap	0,36	↓ -1	↓ -1
CHF 3M Libor	0,02	→ 0	↓ 0
CHF 2Y Swap	0,11	↑ 0	↓ 0
CHF 5Y Swap	0,66	→ 0	↑ 2

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	110,7	↓ -0,29	↑ 0,51
Gold	1 269	↓ -0,32	↓ -3,76

Source: Reuters, OTP Research

In September, China's consumer price index came in higher than expected. That said, the 3.1% reading is still in the tolerable territory for the People's Bank of China. In today's publications, confidence indices gauges will be shared; analysts expect Germany's ZEW index to stagnate and the New York Fed manufacturing purchasing managers' index to increase.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	US	Aug	Industrial production (mom, %)	1,0	0,8	-1,0
	US	Sep	CPI (yoy, %)	3,1	2,9	2,6
Tuesday	UK	Sep	CPI (yoy, %)		2,6	2,7
	DE	Oct	ZEW economic sentiment (point)		49,6	49,6
	US	Oct	New York Fed manufacturing (point)		7,00	6,29

Source: Reuters, OTP Research

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