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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 962	↑ 0,54	↑ 1,27
S&P500	1 798	↑ 0,42	↑ 1,56
Nasdaq100	3 423	↑ 0,22	↑ 1,66
Russell2000	1 116	↑ 0,43	↑ 1,48
Stoxx600	323	↑ 0,18	↑ 0,09
DAX	9 169	↑ 0,21	↑ 1,00
FTSE 100	6 693	↑ 0,30	↓ -0,52
CAC40	4 292	↑ 0,19	↑ 0,75
ATX	2 616	↑ 0,33	↓ -0,66
IBEX35	9 696	↓ -0,13	↓ -0,53
Nikkei 225	15 164	↓ -0,01	↑ 6,27
Hang Seng	23 640	↑ 2,64	↑ 2,47
SSEC	2 196	↑ 2,83	↑ 4,11
SENSEX	20 720	↑ 1,57	↑ 1,12
RTS	1 444	↑ 0,68	↑ 0,64
Bovespa	53 452	→ 0,00	↑ 2,30

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3491	↓ -0,03	↑ 0,63
EUR/CHF	1,2339	↓ -0,06	↑ 0,11
USD/GBP	1,6119	↑ 0,35	↑ 0,82
USD/JPY	100,03	↓ -0,15	↑ 0,89
AUD/USD	0,9402	↑ 0,36	↑ 0,47
USD/CAD	1,0433	↓ -0,05	↓ -0,40

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,2	↓ -0,2	↓ -0,7
EMBI+ Spread	287	↓ -6	↓ -5
CDS 5Y PIIS	176	↑ 0	↑ 3
CDS 5Y Italy	163	↓ -1	↓ -2
CDS 5Y Belg.	25	↓ -1	↓ -3
iTraxx 5Y EU	80,2	↓ -4	↓ -3
US TED Spread	16,1	→ 0	↓ -2

Source: Reuters, OTP Research

**Summary**

- Europe's and America's indices made small gains in Friday's trading.
- The revised European inflation data did not change the picture on the EZ, where annual inflation dropped to 0.7%, down from 1.1% in September.
- US industrial output dropped by 0.2% in October, instead of the expected 0.1% uptick.
- According to the New York Fed's November survey, pessimism in US manufacturing industry has grown since the previous month.

Europe's key indices inched up in Friday's session. The FTSE in London edged 0.4% higher; the Frankfurt and Paris stock indices both increased by 0.2%. In European trading, investors' sentiment was mostly influenced by the eurozone's low inflation data, as well as the words of the candidate for the Fed's chair. The weaker-than-expected European and US macroeconomic data have re-intensified market opinions that both the Fed and the ECB are forced to spur the economy by keeping up their easing, and the latter may even be compelled to expand it.

Despite Friday's weaker-than-expected industrial production statistics, the key indices of the USA closed higher. The Dow upped by 0.5%, the S&P rose 0.4%, and the Nasdaq added 0.2%. All of the S&P's sector indices closed in the green. The best-performing sub-index was raw materials, which gained 0.6%. Of blue chips, Exxon Mobile 2.2% and Home Depot grew by 1.4%.

In this morning's modestly optimistic session in Asia, the Chinese stock markets made noteworthy gains: the Hang Seng soared 5% and the Shanghai Composite surged almost 3%. The Chinese benchmarks' rally may have stemmed from the publication of the details on the planned reforms, including opening up money markets, and easing some of the tight restrictions for investments.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,29	↑	0	↑	0
US 10Y	2,71	↑	2	↑	11
JP 2Y	0,09	↓	0	↓	0
JP 10Y	0,65	↑	4	↑	5
GER 2Y	0,11	↑	3	↑	2
GER 10Y	1,71	↓	-1	↑	2

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	⇒	0,25	⇒	0,25
ECB Rate	0,25	↑	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	0,24	↓	0	↓	0
US 2Y Swap	0,37	↓	-1	↓	-3
US 5Y Swap	1,41	↓	0	↓	-12
EUR 3M Euribor	0,22	↑	0	↑	0
EUR 2Y Swap	0,45	↑	1	↓	-1
EUR 5Y Swap	1,07	↑	1	↓	-5
GB 3M Libor	0,52	⇒	0	⇒	0
GB 2Y Swap	0,00	↓	-79	↓	-1
GB 5Y Swap	1,68	↓	-2	↑	1
JP 3M Libor	0,14	⇒	0	⇒	0
JP 2Y Swap	0,20	↓	-1	↓	-1
JP 5Y Swap	0,35	↓	-2	↑	1
CHF 3M Libor	0,02	⇒	0	⇒	0
CHF 2Y Swap	0,08	↑	1	⇒	0
CHF 5Y Swap	0,59	↓	-1	↑	0

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	108,1	↓	-0,36	↑	1,61
Gold	1 287	↓	-0,17	↑	0,36

Source: Reuters, OTP Research

The revised October inflation figures have not changed the former snapshot on the eurozone: the annual rate of inflation fell to 0.7%, down from 1.1% in September. The eurozone's inflation stood at 2.5% a year earlier, while it was 2.6% in the European Union, showing that the continent saw considerable disinflation recently.

In October, US industrial output shrank by 0.2%, instead of the 0.1% expected growth. The breakdown shows that the manufacturing industry performed above the average (production volume grew by 0.3% since September), while mining saw 1.6% contraction, and utilities' output was also down.

According to the New York Fed's November survey, pessimism gained the upper hand in US manufacturing industry: the main index fell from 1.5 points to -2.2, whereas analysts' consensus had expected 4.3. The new orders sub-index suggests that sales prospects have significantly deteriorated (the gauge fell from 7.8 points to 5.5).

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	EZ	Oct	CPI final (y-o-y, %)	0,7	0,7	0,7
	US	Oct	Industrial output (m-o-m, %)	-0,1	0,2	0,6
	US	Oct	Manufacturing output (m-o-m, %)	0,3	0,3	0,1
	US	Sep	Wholesale inventories (m-o-m, %)	0,4	0,4	0,5
	US	Nov	Nex York fed index (point)	-2,2	5,0	1,5
Monday	EZ	Sep	Eurostat trade nsa (bn EUR)		10,0	7,1

Source: Reuters, OTP Research

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