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Daily Report – Global markets

RÉSZVÉNYPIAC

	Záró	Napi vált. (%)	Heti vált. (%)
DJIA	15 967	↓ -0,06	↑ 1,37
S&P500	1 788	↓ -0,20	↑ 1,14
Nasdaq100	3 378	↓ -0,32	↑ 0,38
Russell2000	1 101	↓ -0,53	↓ -0,01
Stoxx600	323	↓ -0,66	↑ 0,27
DAX	9 193	↓ -0,35	↑ 1,29
FTSE 100	6 698	↓ -0,38	↓ -0,52
CAC40	4 272	↓ -1,12	↑ 0,20
ATX	2 621	↓ -0,44	↓ -0,57
IBEX35	9 630	↓ -1,57	↓ -0,80
Nikkei 225	15 076	↓ -0,33	↑ 3,49
Hang Seng	23 722	↑ 0,27	↑ 5,60
SSEC	2 204	↑ 0,47	↑ 5,54
SENSEX	20 854	↓ -0,18	↑ 3,27
RTS	1 455	↓ -0,54	↑ 1,23
Bovespa	53 033	↓ -2,35	↑ 2,37

DEVIZAPIAC

	Záró	Napi vált. (%)	Heti vált. (%)
EUR/USD	1,3540	↑ 0,01	↑ 0,42
EUR/CHF	1,2329	→ 0,00	↑ 0,10
USD/GBP	1,6119	↑ 0,07	↑ 0,39
USD/JPY	100,1000	↓ -0,03	↑ 0,89
AUD/USD	0,9388	↓ -0,48	↑ 0,32
USD/CAD	1,0467	↓ -0,02	↑ 0,13

KOCKÁZATI INDIKÁTOROK

	Záró	Napi vált. (bp)	Heti vált. (bp)
VIX	13,4	↑ 0,3	↑ 0,6
EMBI+ Spread	287	↓ -6,0	↓ -5,0
CDS 5Y PIIS	175	↓ -0,6	↑ 1,2
CDS 5Y Italy	159	↓ -2,2	↓ -4,6
CDS 5Y Belg.	25	↓ -0,4	↓ -1,9
iTraxx 5Y EU	80,2	↓ -3,6	↓ -2,8
US TED Spread	15,7	→ 0,0	↓ -1,9

Source: Reuters, OTP Research

Summary

- With no important events to set the direction, Europe's and America's stock indices edged down.
- America's biggest electronics retailer BestBuy plunged 11% on deteriorating profit outlook.
- A most influential event today will be the publication of the Fed meeting's minutes.
- Starting from 2014, China will calculate GDP in accordance with international standards.
- OECD has cut its growth forecast for global economy.

US stock indices slightly dropped on Tuesday. A noteworthy market-moving event was BestBuy's disappointing profit forecast, which slashed the share price of America's largest electronics retail chain by 11%. Another lower profit projection came from Campbell Soup; the soup maker slid 6%. Tesla advanced almost 4% on Tuesday, following a 10% plunge on the previous day; analysts expect that the current examination of its electric cars by independent experts may improve the model's assessment. United Continental announced USD 2 bn cost-cutting plan (half of which will be stem from the dropping fuel prices) – investors raised its share price by 3.9% in response. In all probability, the direction of today's events will be ruled by the publication of the recent Fed meeting's minutes and the signs it may contain regarding the future of its asset purchase programme. Asian markets sank into the red, and Europe's indices also moved lower this morning

Europe's stock indices dropped from five-year highs yesterday when 15 of Europe's 18 benchmarks closed in the red. The Stoxx 600 index dropped 0.7%, and the forward-looking 15.1 P/E rate may cause investors stop and think, given that it averaged 12.1 in the past ten years, according to Bloomberg's data. Thus profit-taking may come to the fore before the end of the year. The biggest loser of the day (-8.1%) was Ireland's Paddy Powers online betting company, due to deteriorating profit outlook. KBC lost 2.7% after two of its minority owners sold some of their stakes. A winner of the day was EasyJet – the budget air travel company soared 7.1%, benefiting from a recommendation to top the regular 33-penny dividend by additional 44-penny extra dividend per share. Royal KPN telephone company benefited 1.4% from a Buy recommendation by Credit Suisse's analysts.

Today's stock market trading may be shaped by statistics on October's US retail sales. Besides, markets are obviously waiting for the minutes of the most recent FOMC meeting (and the same publication by the Bank of England, due out this morning). The Fed's current chairman Ben Bernanke yesterday spoke about maintaining the low interest rate levels for an extended period after phasing out the asset purchase programme.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,29	↑ 1	↓ -3
US 10Y	2,71	↑ 4	↓ -6
JP 2Y	0,10	↑ 0	→ 0
JP 10Y	0,62	↓ -2	↑ 1
GER 2Y	0,11	↓ -1	↑ 1
GER 10Y	1,68	↓ -2	↓ -8

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	↓ 0	↓ -2
US 5Y Swap	1,41	↓ -1	↓ -6
EUR 3M Euribor	0,22	→ 0	→ 0
EUR 2Y Swap	0,45	↓ -1	↑ 1
EUR 5Y Swap	1,08	↑ 5	↑ 3
GB 3M Libor	0,52	→ 0	→ 0
GB 2Y Swap	0,79	↓ -1	↓ -2
GB 5Y Swap	1,68	↓ -1	↓ 0
JP 3M Libor	0,14	→ 0	→ 0
JP 2Y Swap	0,19	↓ -1	↓ -2
JP 5Y Swap	0,33	↓ -1	↓ 0
CHF 3M Libor	0,02	→ 0	→ 0
CHF 2Y Swap	0,08	↓ -1	↑ 0
CHF 5Y Swap	0,58	↓ -1	↓ -1

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	107,1	↑ 0,18	↓ -0,01
Gold	1 274	↓ -0,03	↓ -0,34

Source: Reuters, OTP Research

Beating expectations, the ZEW economic sentiment index for Germany improved to 54.6 points, the highest reading since October 2009.

The OECD has cut its global growth forecasts, revising its estimate to 2.7% (for 2013) and 3.6% (for 2014), down from earlier projections of 3.1% and 4.0% respectively. The organization explained the downgrade with the slower growth in emerging economies, and it also sees risks from the uncertainty surrounding the Fed's and the USA's budgetary policies.

China will shift to a GDP calculation methodology that is in agreement with international norms, the deputy leader of China's statistical office announced. The new calculation method will be in line with the one approved in 2008 and used by the majority of UN member states. The new method is to be implemented in 2014, and the previous GDP data would be revised accordingly. What questions the credibility of the figures is that the data collection is far from being all-inclusive; its current form does not comply with international standards, the summary of the figures is decentralized, and the methods lack a single united regulation, the US Congress' USA-China Economic and Security Review Commission's most recent report found.

The Bank of England is set to publish the minutes of its most recent rate decision meeting this morning; the Fed meeting's minutes will be out at 20:00 (CET).

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	DE	Nov	ZEW economic sentiment (point)	54,6	54,0	52,8
Wednesday	DE	Oct	Producer prices (yoy, %)	-0,7	-0,6	-0,5
	US	Oct	CPI (yoy, %)		1,0	1,2
	US	Oct	Retail sales (mom, %)		0,1	-0,1

Source: Reuters, OTP Research

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