

Headquarter Treasury Sales

Head of Sales

Marius George Ionescu

+40755 000 437

marius.ionescu@otpbank.ro

Alina Elena Vrabioiu

+4021 307 58 17

alina.vrabioiu@otpbank.ro

Tania Fantana

+4021 307 58 17

tania.fantana@otpbank.ro

Alexandru Tibuleac

+4021 307 58 17

alexandru.tibuleac@otpbank.ro

Regional Treasury Sales

Cezar Trandafirescu - Iasi

+40755 000 246

cezar.trandafirescu@otpbank.ro

Szilamer Kozma – Cluj

+40755 000 400

szilamer.kozma@otpbank.ro

Valentin Cioraneanu – Brasov

+40755 000 464

valentin.cioraneanu@otpbank.ro

Radu Oprea – Bucharest

+40755 000 474

radu.oprea@otpbank.ro



Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	15 373	↓ -2,08	↓ -2,94
S&P500	1 742	↓ -2,28	↓ -2,23
Nasdaq100	3 441	↓ -2,31	↓ -1,86
Russell2000	1 095	↓ -3,21	↓ -3,84
Stoxx600	318	↓ -1,34	↓ -1,18
DAX	9 187	↓ -1,29	↓ -1,74
FTSE 100	6 466	↓ -0,69	↓ -1,30
CAC40	4 108	↓ -1,39	↓ -0,89
ATX	2 526	↓ -1,32	↓ -3,03
IBEX35	9 725	↓ -1,96	↓ -0,34
Nikkei 225	14 008	↓ -4,18	↓ -6,49
Hang Seng	21 490	↓ -2,47	↓ -2,14
SSEC	2 033	→ 0,00	↓ -0,27
SENSEX	20 081	↓ -0,64	↓ -2,91
RTS	1 293	↓ -0,60	↓ -3,96
Bovespa	46 148	↓ -3,13	↓ -3,26

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3532	↑ 0,06	↓ -1,00
EUR/CHF	1,2194	↑ 0,11	↓ -0,58
USD/GBP	1,6304	↓ -0,78	↓ -1,65
USD/JPY	101,04	↑ 0,07	↓ -1,86
AUD/USD	0,8893	↑ 1,67	↑ 1,33
USD/CAD	1,1072	↓ -0,40	↓ -0,67

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	21,4	↑ 3,0	↑ 4,0
EMBI+ Spread	287	↓ -6	↓ -5
CDS 5Y PIIS	147	↓ -1	↓ -1
CDS 5Y Italy	145	↑ 1	↑ 6
CDS 5Y Belg.	29	↑ 0	↑ 1
iTraxx 5Y EU	83,6	↑ 2	↑ 8
US TED Spread	20,7	→ 0	↑ 3

Source: Reuters, OTP Research

Summary

- US stock markets tumbled yesterday and the sell-off continues this morning.
- ISM's US manufacturing PMI vastly missed expectations.
- The dollar slightly retreated against the euro on Monday, but the USD is seen firming this morning.

The key stock indices fell in most countries yesterday, with some exceptions in Eastern Europe. American markets started the week with meaningful, 2-3% losses. As the pessimism did not ease in Asia this morning, the Nikkei225 tumbled 4.2%. Europe's markets opened lower – of the major stock exchanges, only Milan and Helsinki were seen to have slight gains at 10:15. Sophia climbed 1% higher this morning.

It is indicative of the sentiment that 29 of the 30 components of the DOW Jones industrial average declined, only Pfizer could advance (+0.7%). Investors sought the pharmaceutical firm's stocks because its cancer treatment medicament had met expectations in phase 2 of the trial. The fall in the USA was headed by technology companies. In other sectors, Exxon Mobil slipped by 2.2%, Verizon shed 3.1% and Goldman Sachs contracted by 2.7%.

In London, Lloyd's share price fell the sharpest (-2.6%), after announcing plans for further sizeable provisions. On the other hand, Ryanair soared 6.6%, benefiting from the management's ambitious business plans for 2014. Randgold Resources, the gold mining company, shot up 6.3%, on news that its mining activity hit a record high in 2013.

The USD lost ground to the euro on Monday, but this morning the greenback was seen firming. Commodity prices slightly declined.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,30	↓ -4	↓ -5
US 10Y	2,59	↓ -8	↓ -17
JP 2Y	0,09	↑ 0	↓ -1
JP 10Y	0,61	↓ -1	↓ -2
GER 2Y	0,08	↓ -3	↓ -6
GER 10Y	1,66	↓ -4	↓ 0

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,25	→ 0,25	→ 0,25
ECB Rate	0,25	→ 0,25	→ 0,25
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	0,43	↑ 2	↓ -4
US 5Y Swap	1,53	↑ 2	↓ -12
EUR 3M Euribor	0,29	↓ -1	↓ -1
EUR 2Y Swap	0,42	↓ -1	↓ -6
EUR 5Y Swap	0,98	↓ -2	↓ -10
GB 3M Libor	0,52	→ 0	↑ 0
GB 2Y Swap	0,91	→ 0	↓ -1
GB 5Y Swap	1,88	↓ 0	↓ -2
JP 3M Libor	0,14	→ 0	↓ 0
JP 2Y Swap	0,19	→ 0	↓ -1
JP 5Y Swap	0,32	↓ 0	↓ -2
CHF 3M Libor	0,02	→ 0	↓ -1
CHF 2Y Swap	0,05	↓ 0	↓ -2
CHF 5Y Swap	0,47	↓ -1	↓ -6

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	105,8	↓ -0,22	↓ -1,49
Gold	1 257	↓ -0,01	↑ 0,08

Source: Reuters, OTP Research

In the detailed data release, Markit's manufacturing purchasing managers' indices for Europe were revised higher. The publication for the USA matched the preliminary figures, while the ISM manufacturing PMI was well short of forecasts and the previous reading – the latter also adds to investors' risk aversion this morning.

No market-moving data releases are scheduled for today.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	CN	Jan	Non-manufacturing PMI (point)	53,4	-	54,6
	FR	Jan	Markit manufacturing BMI (final, point)	49,3	48,8	48,8
	DE	Jan	Markit manufacturing BMI (final, point)	56,5	56,3	56,3
	EZ	Jan	Markit manufacturing BMI (final, point)	54,0	53,9	53,9
	US	Dec	Construction spending (mom, %)	0,1	0,2	0,8
	US	Jan	ISM manufacturing PMI (final, point)	51,3	56,0	56,5
	US	Jan	Markit manufacturing BMI (final, point)	53,7	-	53,7
Tuesday	EZ	Dec	PPI (yoy, %)		-0,9	-1,2
	US	Dec	Factory orders (mom, %)		-1,7	1,8

Source: Reuters, OTP Research

Chief Economist
Gergely Tardos
tardosg@otpbank.hu
+36 1 374 7273

Fundamental Analyst
Gábor Dunai
dunaig@otpbank.hu
+36 1 374 7272

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