

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 947	↑ 0,15	↑ 1,02
S&P500	1 963	↑ 0,17	↑ 1,38
Nasdaq100	3 803	↑ 0,05	↑ 0,60
Russell2000	1 188	↑ 0,37	↑ 1,85
Stoxx600	348	↓ -0,02	↑ 0,29
DAX	9 987	↓ -0,17	↑ 0,75
FTSE 100	6 825	↑ 0,25	↑ 0,70
CAC40	4 541	↓ -0,48	↓ -0,04
ATX	2 565	↓ -0,10	↑ 0,34
IBEX35	11 155	↓ -0,29	↑ 0,37
Nikkei 225	15 369	↑ 0,13	↑ 2,63
Hang Seng	23 239	↑ 0,19	↑ 0,25
SSEC	2 030	↑ 0,16	↓ -2,69
SENSEX	25 019	↓ -0,73	↓ -0,34
RTS	1 359	↓ -0,93	↓ -1,18
Bovespa	54 638	↓ -1,02	↑ 0,02

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3610	↑ 0,08	↑ 0,27
EUR/CHF	1,2174	↑ 0,01	↓ -0,02
USD/GBP	1,7010	↓ -0,17	↑ 0,16
USD/JPY	101,91	↓ -0,15	↑ 0,08
AUD/USD	0,9439	↑ 0,56	↑ 0,41
USD/CAD	1,0728	↓ -0,27	↓ -1,05

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	10,9	↑ 0,2	↓ -1,3
CDS 5Y PIIS	11	↑ 0,0	↑ 23,4
CDS 5Y Italy	76	↑ 1,1	↑ 5,5
CDS 5Y Belg.	78	↓ 0,0	↑ 7,8
iTraxx 5Y EU	30,8	↑ 0,8	↓ -1,8
US TED Spread	57,5	⇒ 0,0	↑ 1,7

Source: Reuters, OTP Research

Summary

- Europe's indices closed mixed on Friday, while the S&P hit new high in the USA.
- In this morning's session, Asia's indices moved mixed.
- The tension between Ukraine and Russia has not eased.
- HSBC's China manufacturing PMI rose to a two-month high in June.

Western Europe's indices lacked a single direction on Friday's trading, and closed mixed: the DAX dipped 0.2%, and the CAC40 slipped 0.5%, whereas the Footsie added 0.3%. Buyout reports kept investors excited in London. An American competitor placed a takeover bid for Britain's Shire pharmaceutical company, boosting the latter's stock price by 17%. TSB surged 12% as Lloyds Banking Group lifted its takeover offer for TSB stocks. Alstrom upped by 1.1%, probably benefiting from the higher bids by Siemens and Mitsubishi for Alstrom's energy division, following a similar move by General Electric.

In the absence of market-moving macroeconomic statistics in the USA, corporate news came in the forefront. On the last trading day of the week, the S&P broke another record, at 1963. The Dow ended 0.2% higher, and the Nasdaq added 0.1% on Friday. Of the S&P's sector indices, energy (+1%) and health care (+0.8%) were the strongest constituents; the weakest one was utilities, with 0.6% drop. Of the Dow's components, Caterpillar was the winner of the day with +2%, while the loser was Walt Disney, sinking 1.1%.

Asia's stock exchanges were mostly optimistic this morning, largely owing to the better-than-expected Chinese macroeconomic data. Despite the encouraging gauge, China's indices sank slightly into the red, while Japan's benchmarks moved mixed: the Nikkei rose 0.1%, while the TOPIX edged 0.1% down.

The tension between Ukraine and Russia has not eased. On Friday, Ukraine's president announced a one-week unilateral ceasefire in Eastern Ukraine. Petro Poroshenko recommends creating a buffer zone in Ukraine's border with Russia. During the weekend, Russia's President put troops in Russia's central military district on full combat alert, because Russia said shots had come from the direction of Ukraine.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,46	↑	0	↓	0
US 10Y	2,61	↓	-1	↑	1
JP 2Y	0,09	↑	0	↑	0
JP 10Y	0,59	↓	0	↓	-2
GER 2Y	0,04	↓	-2	↓	-2
GER 10Y	1,33	↓	-2	↓	-5

CENTRAL BANKS' RATES

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	→	0,25	→	0,25
ECB Rate	0,15	→	0,15	→	0,15
BOE Rate	0,50	→	0,50	↑	1,00
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	0,23	↑	0	↓	0
US 2Y Swap	0,61	↑	3	↓	0
US 5Y Swap	1,75	↑	1	↑	1
EUR 3M Euribor	0,21	→	0	↓	-2
EUR 2Y Swap	0,31	↑	1	↓	0
EUR 5Y Swap	0,68	↓	0	↓	-1
GB 3M Libor	0,55	↑	1	↑	0
GB 2Y Swap	1,35	↑	0	↓	-1
GB 5Y Swap	2,23	↓	-1	↓	-2
JP 3M Libor	0,13	↓	0	↓	0
JP 2Y Swap	0,16	↓	-1	↓	-1
JP 5Y Swap	0,27	↓	-1	↓	-2
CHF 3M Libor	0,01	↓	0	↓	-1
CHF 2Y Swap	0,04	↓	0	↓	0
CHF 5Y Swap	0,29	↓	-1	↓	-1

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	115,2	↑	0,34	↑	2,00
Gold	1 314	↓	-0,04	↑	3,34

Source: Reuters, OTP Research

HSBC's China manufacturing purchasing managers' index hit a two-month high. Instead of the expected 49.7 points, the index rose to 50.8.

A raft of manufacturing purchasing managers' indices will be out in Europe and in the USA today.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	DE	May	Producer prices (MoM, %)	-0,2	0,0	-0,1
	DE	May	Producer prices (YoY, %)	-0,80	-0,70	-0,90
Monday	CH	Jun	HSBC Manufacturing PMI (point)	51	50	49
	FR	Jun	Markit Manufacturing PMI (point)		49,5	49,6
	DE	Jun	Markit Manufacturing PMI (point)		52,5	52,3
	EZ	Jun	Markit Manufacturing PMI (point)		52,2	52,2
	US	Jun	Markit Manufacturing PMI (point)		56,0	56,4
	US	May	Existing home sales (annualized monthly, ths pieces)		4 740	4 650

Source: Reuters, OTP Research

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