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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 937	↓ -0,06	↑ 0,93
S&P500	1 963	↓ -0,01	↑ 1,28
Nasdaq100	3 805	↑ 0,07	↑ 0,63
Russell2000	1 185	↓ -0,29	↑ 0,71
Stoxx600	346	↓ -0,51	↑ 0,23
DAX	9 921	↓ -0,66	↑ 0,37
FTSE 100	6 801	↓ -0,36	↑ 0,68
CAC40	4 516	↓ -0,57	↑ 0,12
ATX	2 531	↓ -1,31	↓ -1,06
IBEX35	11 118	↓ -0,33	↑ 1,00
Nikkei 225	15 376	↑ 0,05	↑ 1,72
Hang Seng	22 892	↑ 0,38	↓ -1,19
SSEC	2 028	↑ 0,19	↓ -1,87
SENSEX	25 314	↑ 0,83	↓ -1,92
RTS	1 369	↑ 0,76	↑ 0,83
Bovespa	54 210	↓ -0,78	↓ -0,17

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3597	↓ -0,04	↑ 0,38
EUR/CHF	1,2168	↑ 0,03	↓ -0,12
USD/GBP	1,7025	↑ 0,09	↑ 0,37
USD/JPY	101,94	↑ 0,01	↓ -0,20
AUD/USD	0,9417	↓ -0,02	↑ 0,90
USD/CAD	1,0721	↓ -0,06	↓ -1,26

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	11,0	↑ 0,1	↓ -1,7
CDS 5Y PIIS	11	↑ 1,4	↑ 22,8
CDS 5Y Italy	75	↑ 2,4	↑ 5,0
CDS 5Y Belg.	78	↓ -3,8	↑ 3,7
iTraxx 5Y EU	27,1	↑ 0,2	↓ -3,1
US TED Spread	57,7	→ 0,0	↑ 1,9

Source: Reuters, OTP Research

Summary

- The weaker-than expected European manufacturing PMIs caused a sudden stop on advanced markets on Monday. The dollar has weakened against the euro.
- Encouraging macroeconomic statistics were released in the United States.
- Matching the unilateral truce announced by President Poroshenko on Friday, pro-Russia separatists cease fire in the Luhansk and Donetsk regions until 27 June.

The positive effect of the better-than-expected Chinese purchasing managers' index was soon faded by the underwhelming PMIs from the eurozone and France. No matter that the USA published reassuring macrostatistics in the afternoon; the sentiment in Western Europe and in the USA remained gloomy.

Only four of the DAX's constituents could climb higher, with just ThyssenKrupp seeing considerable gain (+2.0%). Although the Dow Jones Industrial Average's top five highest-capitalized components nudged higher, the index closed with a slight loss, as did the S&P500. The two big US indices have ended a six-day winning streak.

The greenback depreciated in relation to the euro, but it was seen regaining some ground this morning (apart from a single big move). Trading in Asia was optimistic this morning, and most of Europe's equity indices opened higher too. One of the reasons must be the truce in Ukraine where last night pro-Russia separatists agreed to cease fire until 27 June.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,47	↑	1	↓	-1
US 10Y	2,62	↑	1	↑	2
JP 2Y	0,08	↓	0	↑	0
JP 10Y	0,59	↓	0	↓	-2
GER 2Y	0,04	↑	1	↑	1
GER 10Y	1,35	↑	2	↓	-2

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	0,59	↓	0	↓	-1
US 5Y Swap	1,75	↓	0	↓	-5
EUR 3M Euribor	0,21	↓	0	↓	-1
EUR 2Y Swap	0,32	↓	0	↑	0
EUR 5Y Swap	0,67	↓	-1	↓	-5
GB 3M Libor	0,55	↓	0	↓	-1
GB 2Y Swap	1,32	→	0	↓	-1
GB 5Y Swap	2,19	↓	-1	↓	-2
JP 3M Libor	0,13	→	0	↓	0
JP 2Y Swap	0,16	↓	-1	↓	-1
JP 5Y Swap	0,26	↓	-1	↓	-2
CHF 3M Libor	0,01	↑	0	↓	0
CHF 2Y Swap	0,03	↑	0	→	0
CHF 5Y Swap	0,31	↑	1	↑	0

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	114,0	↓	-0,14	↑	0,45
Gold	1 315	↓	-0,23	↑	3,43

Source: Reuters, OTP Research

Markit's preliminary manufacturing purchasing managers' index has not changed the existing picture: the gauge for Germany signifies robustness, while manufacturing contracted further in France. The latter caused a stronger-than-expected fall in the whole of the eurozone but the index remained comfortably above 50 points.

The United States released a fairly pleasing PMI, while existing home sales' growth has beaten expectations. Interestingly, activity in the latter fell 15% between last autumn and March 2014; but there was a material bounce back in the past two months.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	CN	Jun	HSBC Manufacturing PMI (point)	50,8	49,7	49,4
	FR	Jun	Markit Manufacturing PMI (point)	47,80	49,50	49,60
	DE	Jun	Markit Manufacturing PMI (point)	52	53	52
	EZ	Jun	Markit Manufacturing PMI (point)	51,9	52,2	52,2
	US	Jun	Markit Manufacturing PMI (point)	57,5	56,5	56,4
	US	May	Existing home sales (annualized monthly, ths pieces)	4 890	4 730	4 660
Tuesday	DE	Jun	IFO business climate (point)		110,2	110,4
	US	May	New home sales (ann monthly)		440	433
	US	Apr	S&P CaseShiller 20 price index (yoy, %)		11,6	12,4

Source: Reuters, OTP Research

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