

## Headquarter Treasury Sales

### Head of Sales

**Marius George Ionescu**

+40755 000 437

marius.ionescu@otpbank.ro

**Tania Fantana**

+4021 30758 17

tania.fantana@otpbank.ro

**Alexandru Tibuleac**

+4021 30758 17

alexandru.tibuleac@otpbank.ro

**Alina Vrabioiu**

+4021 30758 17

alina.vrabioiu@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**

+40755000474

radu.oprea@otpbank.ro



# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 827	↓ -0,15	↓ -0,65
S&P500	1 960	↓ -0,04	↓ -0,12
Nasdaq100	3 849	↑ 0,13	↑ 1,31
Russell2000	1 193	↑ 0,29	↑ 1,68
Stoxx600	342	↓ -0,03	↓ -1,28
DAX	9 833	↑ 0,18	↓ -0,89
FTSE 100	6 744	↓ -0,20	↓ -0,83
CAC40	4 423	↓ -0,32	↓ -2,05
ATX	2 501	↑ 0,37	↓ -1,21
IBEX35	10 924	↓ -0,33	↓ -1,75
Nikkei 225	15 326	↑ 1,08	↑ 0,39
Hang Seng	23 191	→ 0,00	↓ -0,03
SSEC	2 046	↓ -0,12	↑ 0,59
SENSEX	25 486	↑ 1,54	↑ 0,18
RTS	1 366	↓ -0,99	↓ -0,22
Bovespa	53 168	↑ 0,02	↓ -2,05

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3683	↓ -0,06	↑ 0,57
EUR/CHF	1,2144	↑ 0,02	↓ -0,12
USD/GBP	1,7103	↑ 0,41	↑ 0,70
USD/JPY	101,44	↑ 0,14	↓ -0,52
AUD/USD	0,9459	↑ 0,31	↑ 1,04
USD/CAD	1,0673	↑ 0,06	↓ -0,65

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	11,6	↑ 0,3	↑ 0,6
CDS 5Y PIIS	12	↑ 6,1	↑ 5,9
CDS 5Y Italy	82	↑ 3,6	↑ 4,8
CDS 5Y Belg.	83	↓ -4,1	↓ -3,0
iTraxx 5Y EU	27,8	↑ 1,5	↑ 4,2
US TED Spread	61,9	→ 0,0	↓ -1,1

Source: Reuters, OTP Research

**Summary**

- This week started with modest moves on advanced equity markets.
- The dollar weakened further against the euro but this morning the cross seems to be reversing.
- Ukraine's President Petro Poroshenko announced to launch military attack in Donetsk and Luhansk regions.

The developed world's stock markets opened in a low-key manner, with practically stagnant US benchmarks and with Western Europe's key indices moving less than 0.5%. In America, BNP Paribas was fined USD 8.9 billion for violating the sanctions against Iran, Sudan and other countries. The bank can keep its licences but its oil and gas arm is banned from dollar transactions for one year, starting from 1 January 2015.

General Motors announced to recall further 8.4 million cars, mostly in the USA, due to an ignition switch flaw. Previously, the manufacturer had recalled 20 million vehicles.

On Monday night Ukraine's President Petro Poroshenko announced the end of the ten-day truce, as the 'criminal actions' of pro-Russia insurgents undermine the feasibility of the road map to peace. This means that Kiev re-launches military operations in the Donetsk and Luhansk regions. Meanwhile, NATO confirmed that on 14 June the airplane with 47 people aboard had been shot down by arms delivered by Moscow.

The developments in Ukraine did not cause particular risk aversion this morning; all major indices in Western Europe opened with gains today, In Asia, the Nikkei225 ended more than 1% higher. Recovering from two days of noticeable depreciation, the dollar started to regain some lost ground from the euro.

**GOV'T BOND MARKET**

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,47	↑ 0	↓ 0
US 10Y	2,53	↑ 0	↓ -9
JP 2Y	0,07	↓ 0	↓ -1
JP 10Y	0,57	↑ 1	↓ -2
GER 2Y	0,04	↑ 1	↑ 0
GER 10Y	1,26	↑ 2	↓ -8

**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	0,55	↑ 0	↓ -4
US 5Y Swap	1,67	↑ 1	↓ -8
EUR 3M Euribor	0,21	→ 0	↓ 0
EUR 2Y Swap	0,31	↑ 0	↑ 1
EUR 5Y Swap	0,64	↓ -3	↓ -3
GB 3M Libor	0,55	↑ 0	→ 0
GB 2Y Swap	1,31	→ 0	↑ 0
GB 5Y Swap	0,00	↓ -1	↓ -1
JP 3M Libor	0,13	→ 0	→ 0
JP 2Y Swap	0,16	↓ 0	↑ 0
JP 5Y Swap	0,25	↓ -1	↓ -1
CHF 3M Libor	0,01	→ 0	↓ 0
CHF 2Y Swap	0,04	↓ -3	↓ 0
CHF 5Y Swap	0,28	↓ 0	↓ -2

**COMMODITIES**

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	112,6	↑ 0,17	↓ -1,67
Gold	1 326	↓ -0,08	↑ 0,65

Source: Reuters, OTP Research

The US housing starts gauge was encouraging, while the Chicago purchasing managers' index dropped in June.

Germany released a rather poor set of retail sales data, and the statistics office revised April's figures significantly down. This confirms the view formed in recent weeks that Germany's economic growth is unlikely to speed up meaningfully in the near future, from its current rate of 2% a year. This could also hinder the eurozone inflation's rise, and makes an ECB intervention more probable.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	JP	May	Industrial output (MoM, %)	0,5	0,9	-2,8
	JP	May	Housing starts (YoY, %)	-15,0	-10,6	-3,3
	EZ	Jun	CPI, preliminary (YoY, %)	0,5	0,5	0,5
	DE	May	Retail sales (mom, %)	-0,6	-	-1,5
	US	Jun	Chicago PMI (points)	62,6	63,0	65,5
	US	May	Pending home sales (mom, %)	6,1	1,5	0,5
Tuesday	EZ	May	Unemployment rate (%)		11,7	11,7
	DE	Jun	Unemployment (change, mom, ths)		-10	24
	US	Jun	Vehicle sales (ann, mn)		16,40	16,77
	US	May	Construction spending (mom, %)		0,5	0,2
	CN	Jun	Manufacturing BMI (official, point)	51,0	51,0	50,8

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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