

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

cezlar.trandafirescu@otpbank.ro

Szilamer Kozma - Cluj

+40755 000 400

szilamer.kozma@otpbank.ro



Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 368	↓ -0,46	↓ -1,18
S&P500	1 910	↓ -0,56	↓ -1,09
Nasdaq100	3 858	↓ -0,42	↓ -0,56
Russell2000	1 120	↓ -0,51	↑ 0,44
Stoxx600	327	↓ -0,68	↓ -2,69
DAX	9 039	↓ -1,00	↓ -3,92
FTSE 100	6 597	↓ -0,58	↓ -1,97
CAC40	4 150	↓ -1,36	↓ -2,27
ATX	2 239	↓ -0,14	↓ -3,08
IBEX35	10 079	↓ -1,64	↓ -5,87
Nikkei 225	14 811	↓ -2,77	↓ -4,29
Hang Seng	24 404	↑ 0,07	↓ -0,99
SSEC	2 194	↑ 0,29	↑ 0,40
SENSEX	25 290	↓ -1,46	↓ -0,60
RTS	1 158	↓ -0,25	↓ -5,03
Bovespa	56 188	↓ -0,53	↑ 0,51

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3395	↑ 0,25	↓ -0,25
EUR/CHF	1,2127	↓ -0,12	↓ -0,28
USD/GBP	1,6832	↓ -0,12	↑ 0,07
USD/JPY	101,59	↓ -0,49	↓ -0,99
AUD/USD	0,9260	↓ -0,11	↓ -0,49
USD/CAD	1,0916	↓ -0,08	↑ 0,02

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	16,7	↑ 0,3	↓ -0,3
CDS 5Y PIIS	17	↑ 10,5	↑ 22,4
CDS 5Y Italy	109	↑ 12,1	↑ 23,2
CDS 5Y Belg.	105	↑ 1,6	↑ 2,5
iTraxx 5Y EU	34,8	↑ 3,5	↑ 5,6
US TED Spread	70,2	→ 0,0	↓ -0,4

Source: Reuters, OTP Research

Summary

- The key global markets closed with losses on Thursday. A number of disappointing developments may have urged investors to unwind their positions.
- At the post-meeting press briefing, ECB President Draghi talked about the slowing of the European economy.
- Allianz's Q2 earnings figures, published earlier this morning, have beaten analysts' poll.

The major markets slipped into the red on Thursday. There was a raft of disheartening reports to spur investors to sell their holdings. The possibility that the Russia-Ukraine conflict may escalate and the adverse effect of Russia's retaliating sanctions were among the causes for pessimism.

It appears that President Draghi's words gave no more than a temporary boost to risk appetite. The ECB's head mentioned the slowing economy of Europe. In this context, Mario Draghi said that a looser monetary policy might follow if needed; and many interpreted this as a hint that quantitative easing may start in Europe. It appears that the distant promise of printing money could not bring more than a short-lived optimism to markets.

Earlier this morning, Allianz released its earnings report for the second quarter, with figures surpassing analysts' consensus. The insurance company made great headway in the life and health insurance segments; the profitability of its property insurance arm has contracted.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,44	↓	-2	↓	-10
US 10Y	2,42	↓	-5	↓	-14
JP 2Y	0,07	↑	0	→	0
JP 10Y	0,52	↑	0	↓	-1
GER 2Y	0,01	↓	-2	↓	-3
GER 10Y	1,10	↓	-5	↓	-7

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	0,24	→	0	→	0
US 2Y Swap	0,63	↓	0	↓	-2
US 5Y Swap	1,69	↓	-5	↓	-7
EUR 3M Euribor	0,21	↓	0	↓	0
EUR 2Y Swap	0,32	→	0	↓	-1
EUR 5Y Swap	0,60	↓	-2	↓	-3
GB 3M Libor	0,56	↓	0	↑	0
GB 2Y Swap	1,26	↓	-4	↓	0
GB 5Y Swap	2,04	↓	-1	↓	-1
JP 3M Libor	0,13	→	0	→	0
JP 2Y Swap	0,16	↓	0	↓	0
JP 5Y Swap	0,23	↓	-1	↓	-1
CHF 3M Libor	0,02	↑	0	↑	0
CHF 2Y Swap	0,01	↓	-1	↓	-3
CHF 5Y Swap	0,23	↓	0	↓	-2

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	106,5	↑	1,01	↑	1,59
Gold	1 322	↑	0,67	↑	2,20

Source: Reuters, OTP Research

The USA will publish the month-on-month change in wholesale inventories today.

Germany released month-on-month trade balance data. The EUR 16.2 billion trade surplus gauged in June undershot both expectations and the previous month's reading. Exports rose by 0.9% month on month, recovering from the 1.1% drop in May.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday	UK	Aug	Rate decision (%)	0,5	0,5	0,5
	EZ	Aug	Rate decision (%)	0,15	0,15	0,15
	DE	Jun	Industrial production (mom, %)	0,3	1,3	-1,7
	US	Jun	Wholesale inventories (mom, %)		0,2	0,2
	DE	Jun	Trade balance (EUR bn, sa)	16,2	17,5	18,8
	DE	Jun	Exports (mom, sa, %)	0,9	0,5	-1,1

Source: Reuters, OTP Research

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

Fundamental Analyst
Szilárd Kondora
kondoras@otpbank.hu
+36 1 374 7275

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