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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 122	↑ 0,09	↑ 0,84
S&P500	2 000	↑ 0,00	↑ 0,69
Nasdaq100	4 073	↑ 0,04	↑ 0,65
Russell2000	1 173	↓ -0,21	↑ 1,09
Stoxx600	343	↑ 0,11	↑ 2,39
DAX	9 570	↓ -0,19	↑ 2,74
FTSE 100	6 831	↑ 0,12	↑ 1,11
CAC40	4 395	↑ 0,04	↑ 3,64
ATX	2 339	↑ 0,22	↑ 2,86
IBEX35	10 837	↑ 0,10	↑ 4,00
Nikkei 225	15 460	↓ -0,48	↓ -0,51
Hang Seng	24 844	↓ -0,30	↓ -1,28
SSEC	2 202	↓ -0,33	↓ -1,27
SENSEX	26 627	↑ 0,70	↓ -0,60
RTS	1 261	↑ 0,10	↑ 0,26
Bovespa	60 951	↑ 1,89	↑ 3,32

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,3207	↑ 0,11	↓ -0,56
EUR/CHF	1,2066	↓ -0,02	↓ -0,31
USD/GBP	1,6575	↑ 0,22	↓ -0,02
USD/JPY	103,78	↓ -0,07	↓ -0,04
AUD/USD	0,9353	↑ 0,18	↑ 0,60
USD/CAD	1,0849	↓ -0,13	↓ -0,84

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	11,8	↑ 0,1	⇒ 0,0
CDS 5Y PIIS	12	↓ -4,2	↓ -7,2
CDS 5Y Italy	78	↓ -4,1	↓ -5,3
CDS 5Y Belg.	82	↓ -2,5	↑ 0,5
iTraxx 5Y EU	36,3	↑ 0,9	↓ -2,5
US TED Spread	57,2	⇒ 0,0	↑ 0,6

Source: Reuters, OTP Research

Summary

- Stock prices barely changed on global markets on Wednesday.
- Markets opened with slight losses today; fears about the escalation of the Russia-Ukraine conflict may re-intensify as separatists captured a town.
- Germany's preliminary inflation reading for August will be out at 14:00 today. The figure may provide guidance as to the ECB's likely monetary policy.

Share prices moved in an extremely narrow bracket on stock markets yesterday. Any move stronger than 0.5% was exceptional. Some experts attribute this morning's small losses to the fact that investors' expectations that the European Central Bank's was to ease its monetary policy were a tad far-fetched. This is one of the reasons why the euro appreciated this morning.

In this morning's news, separatists captured a Ukrainian town near the area where Russian succour is suspected. Fears that the conflict could escalate may re-intensify. The USD/UAH was at an all-time high of 13.9 at one point on Wednesday morning. Since then, the UAH has regained some ground, and returned closer to 13.

At 14:00 (CET), Germany will publish preliminary inflation data for August. The figure may be of importance because any reading below the expected 0.8% may provide a hint at the ECB's likely reaction. It is the intensification of the eurozone's deflationary processes that may urge the ECB to ease its monetary policy.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,52	↓ 0	↑ 4
US 10Y	2,36	↓ -4	↓ -8
JP 2Y	0,07	↓ 0	↓ 0
JP 10Y	0,50	↓ -1	↓ -2
GER 2Y	-0,01	↑ 2	↓ -1
GER 10Y	0,94	↓ -1	↓ -7

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,25	⇒ 0,25	↑ 0,5
ECB Rate	0,15	⇒ 0,15	⇒ 0,15
BOE Rate	0,50	↑ 0,75	↑ 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	↑ 24	↑ 0
US 2Y Swap	0,68	↓ -1	↑ 0
US 5Y Swap	1,75	↓ -2	↓ 0
EUR 3M Euribor	0,17	↓ 0	↓ -2
EUR 2Y Swap	0,27	↓ 0	↓ -3
EUR 5Y Swap	0,49	↓ -2	↓ -7
GB 3M Libor	0,56	↑ 56	↑ 1
GB 2Y Swap	0,00	↓ -121	↓ -1
GB 5Y Swap	0,00	↓ -1	↓ -3
JP 3M Libor	0,13	↑ 13	↓ 0
JP 2Y Swap	0,16	↓ 0	↓ -1
JP 5Y Swap	0,24	↓ -1	↓ -3
CHF 3M Libor	0,02	↑ 2	↓ 0
CHF 2Y Swap	0,01	⇒ 0	↓ -2
CHF 5Y Swap	0,20	↓ 0	↓ -3

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	102,6	↓ -0,13	↓ -0,04
Gold	1 286	↑ 0,28	↑ 0,71

Source: Reuters, OTP Research

In addition to Germany's inflation figure, the eurozone's business climate and consumer confidence indices will see the light of day today. In the USA, the fresh statistics (the second reading) on Q2 economic output will be out.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	DE	Sep	Consumer confidence (point)	8,6	9,0	9,0
	FR	Aug	GfK Consumer Sentiment (points)	96,0	96,0	97,0
Thursday	EZ	Aug	Business Climate (points)		101,5	102,2
	EZ	Aug	Consumer confidence (point)		-10,0	-8,4
	DE	Aug	HICP (% , yoy)		0,8	0,8
	DE	Jul	Unemployment rate (%)		6,7	6,7
	US	Q2	GDP (second estimate, annualized, %)		3,9	4,0

Source: Reuters, OTP Research

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