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# Daily Report – Global markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 679	↑ 0,03	↑ 0,95
S&P500	2 057	↑ 0,26	↑ 1,87
Nasdaq100	4 278	↑ 0,18	↑ 3,28
Russell2000	1 189	↓ -0,12	↑ 1,04
Stoxx600	372	↑ 0,55	↑ 5,44
DAX	10 798	↑ 1,40	↑ 5,43
FTSE 100	6 852	↑ 0,29	↑ 4,05
CAC40	4 675	↑ 0,74	↑ 6,38
ATX	2 252	↑ 1,10	↑ 4,84
IBEX35	10 696	↑ 1,08	↑ 5,30
Nikkei 225	17 768	↑ 1,72	↑ 2,31
Hang Seng	24 795	↓ -0,46	↑ 3,52
SSEC	3 354	↓ -0,85	↑ 5,71
SENSEX	29 279	⇒ 0,00	↓ -0,60
RTS	781	↓ -4,83	↑ 1,92
Bovespa	48 577	↓ -0,41	↑ 1,46

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1267	↑ 0,27	↓ -2,44
EUR/CHF	1,0190	↑ 0,44	↑ 0,76
USD/GBP	1,5078	↑ 0,61	↓ -0,43
USD/JPY	118,08	↓ -0,31	↓ -0,60
AUD/USD	0,7927	↑ 0,04	↓ -2,95
USD/CAD	1,2471	↓ -0,01	↑ 2,97

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	15,5	↓ -1,1	↓ -5,4
CDS 5Y PIIS	16	↓ -2,4	↓ -13,0
CDS 5Y Italy	81	↓ -7,0	↓ -23,4
CDS 5Y Belg.	81	↓ -0,6	↑ 1,0
iTraxx 5Y EU	38,1	↓ -1,8	↓ -6,8
US TED Spread	51,6	⇒ 0,0	↑ 1,2

Source: Reuters, OTP Research

**Summary**

- Greek election results did not cause meaningful reaction on markets.
- S&P has cut Russia's sovereign credit rating by one notch, to BB+, pushing Russia into non-investment grade.
- The EUR has strengthened; crude oil remained below 50 USD/barrel.

The uncertainty caused by the radical left Syriza party's election victory in Greece vanished from markets by Monday noon; all of Europe important indices climbed into the green later in the day. Syriza's leader, Alexis Tsipras, who has sworn in as PM, insists on rescheduling Greece's debt with international lenders. On Monday evening, Germany's chancellor pointed out that Greece must keep the commitments it had made. Even though the country's primary balance is not in bad shape (i.e. it does not need external funding to finance its current expenditure in the short run), this year Greece needs to renew more than EUR 20 billion maturing debt, which reduces the new prime minister's elbow room. Market players hold nearly a third of the EUR 20 billion debt, and the rest is owed to international lenders.

After Monday's market close, S&P cut Russia's sovereign debt rating by one notch, to BB+. The negative outlook attached to it suggests that another downgrade may follow in few quarters' time unless macroeconomic processes improve. Thus, for the first time in more than ten years, a rating agency ranked Russia non-investment grade. Meanwhile, Western states warned that more sanctions may follow, reacting to the weekend's military actions in Ukraine. The Moscow stock exchange tumbled almost 5% on Monday, and the USD/RUB made a brief visit above 68 this morning, up from 64 on Friday evening.

The optimism on Europe's markets, brought about by the ECB's announcement, drove the DAX to a fresh high; the outcome of the Greek elections did not discourage investors, they kept buying stocks all over Europe. The euro has advanced versus the key currencies, this morning the EUR/USD headed upwards, piercing through 1.13. Asia's markets closed higher, and the approaching blizzard did not disrupt US markets.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,52	↑	4	↑	5
US 10Y	1,83	↑	6	↑	3
JP 2Y	-0,01	↑	0	↑	1
JP 10Y	0,23	↓	-1	↑	3
GER 2Y	-0,17	↑	1	↓	-2
GER 10Y	0,35	↓	-9	↓	-11

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,25	↑	0,5	↑	1,00
ECB Rate	0,05	→	0,05	→	0,05
BOE Rate	0,50	→	0,50	↑	1,00
BOJ Rate	0,10	→	0,10	→	0,10
SNB Target	-0,75	↑	0,00	↑	0,00

**MONEY MARKET**

	Rate (%)		Daily chg (bp)		Weekly chg (bp)
US 3M Libor	0,26	→	0	↓	0
US 2Y Swap	0,75	↑	2	↑	4
US 5Y Swap	1,46	↓	-1	↑	5
EUR 3M Euribor	0,05	↑	0	↓	0
EUR 2Y Swap	0,12	↓	0	↑	0
EUR 5Y Swap	0,31	↑	4	↑	1
GB 3M Libor	0,57	↑	0	↑	1
GB 2Y Swap	0,85	↑	4	↑	2
GB 5Y Swap	1,26	↑	2	↑	6
JP 3M Libor	0,10	→	0	↓	0
JP 2Y Swap	0,12	↑	1	↑	2
JP 5Y Swap	0,21	↑	2	↑	6
CHF 3M Libor	-0,95	↓	-15	↓	-53
CHF 2Y Swap	-0,80	↑	7	↓	-7
CHF 5Y Swap	-0,60	↑	7	↓	-4

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	48,0	↓	-0,39	↓	-0,04
Gold	1 279	↓	-0,16	↓	-1,14

Source: Reuters, OTP Research

The IFO business climate index jumped higher than expected in January. In today's important publications, the United Kingdom will release Q4 GDP figures and durable goods orders statistics will see the light of day in the USA.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	DE	jan.	ifo business climate index (point)	106,7	106,3	105,5
Tuesday	UK	Q4	GDP (qoq, %)		2,8	2,6
	US	dec.	Durable goods (mom, %)		0,5	-0,9
	US	nov.	CaseShiller 20 (yoy, %)		4,3	4,5
	US	jan.	Consumer confidence (point)		95,1	92,6
	US	dec.	New home sales (ann, ths)		450	438

Source: Reuters, OTP Research

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