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Daily Report – Global markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 885	↑ 1,20	↑ 2,69
S&P500	2 063	↑ 1,03	↑ 2,04
Nasdaq100	4 256	↑ 0,83	↑ 1,79
Russell2000	1 209	↑ 1,45	↑ 3,72
Stoxx600	373	↑ 0,11	↑ 1,02
DAX	10 905	↓ -0,05	↑ 1,56
FTSE 100	6 866	↑ 0,09	↑ 0,81
CAC40	4 703	↑ 0,15	↑ 1,55
ATX	2 253	↑ 0,03	↑ 3,03
IBEX35	10 536	↓ -0,40	↑ 0,27
Nikkei 225	17 649	↑ 0,82	↓ -0,15
Hang Seng	24 693	↓ -0,29	↑ 0,76
SSEC	3 077	↓ -1,91	↓ -4,17
SENSEX	28 851	↓ -0,11	↓ -0,60
RTS	805	↑ 4,40	↑ 7,63
Bovespa	49 234	↓ -0,14	↑ 4,96

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1454	↓ -0,18	↑ 1,49
EUR/CHF	1,0583	↑ 0,12	↑ 2,01
USD/GBP	1,5324	↑ 0,94	↑ 1,71
USD/JPY	117,23	↓ -0,24	↓ -0,18
AUD/USD	0,7831	↑ 0,47	↑ 0,84
USD/CAD	1,2438	↑ 0,03	↓ -2,29
USD/RUB	66,52	↓ -0,41	↓ -4,10

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	16,9	↓ -1,5	↓ -1,9
CDS 5Y PIIS	17	↓ -2,0	↑ 3,0
CDS 5Y Italy	89	↓ -2,6	↑ 2,2
CDS 5Y Belg.	89	↑ 1,1	↓ -0,9
iTraxx 5Y EU	37,2	↓ -1,1	↓ -2,2
US TED Spread	54,9	⇒ 0,0	↓ -0,2

Source: Reuters, OTP Research

Summary

- US equity indices grew dynamically on Thursday, driven by an increase in crude's price and corporate news.
- Trading in Europe was lacklustre; the uncertainty stemming from the disagreement between the EU and Greece is likely to leave its mark on today's trading.
- In the USA, employment statistics for January will see the light of day in the afternoon.

America's stock markets grew dynamically on Thursday, while their European peers failed to gain impetus. Crude oil price increased sharper than recently; the Brent and WTI futures upped by 4% and the WTI closed more than 6% higher. In addition to oil price's long-awaited increase, corporate headlines drove stock prices higher in the USA. According to Bloomberg's calculations, 78% of the S&P500-listed companies have reported stronger-than-expected profit and 55% have beaten revenue estimates as well. Within the S&P index, commodity, energy and health care sectors were the strongest constituents. Pfizer swelled 2.8%, benefiting from news on buying up Hospira, the manufacturer of biosimilars, for USD 15 billion. In addition to Pfizer, the Dow's strongest names included DuPont (3.1%) and Visa (2.6%). Among the Dow's technology names, Cisco (2.1%) and Microsoft (1.5%) also fared well. Twitter's 1.3% gain in regular trading hours was probably triggered by market rumours on a potential deal with Google; but in after-hours trading it jumped yet 7.6% higher, benefiting from surprisingly good sales figures in its quarterly report. At sectoral level, airline companies fared the worst as the price of oil rose: Continental Holding and American Airlines subsided more than 1.1% each.

Europe's markets failed to gain real impetus, as the uncertainty surrounding the outcome of the EU-Greece talks left its mark on yesterday's market sentiment. The Stoxx600 edged 0.1% higher, chiefly owing to the firming energy sector. Greece's ASE index fell 3.4%. Banking shares contracted, largely because of Greek banks' double-digit losses. Of the Stoxx600 sector indices, energy was the most dynamic sector.

Asia's indices closed mixed this morning; Japan was driven by the optimism in the USA.

The ECB announced a limit of EUR 60 billion on the Greek central bank's emergency liquidity assistance for Greece's financial institutions. Earlier the European Central Bank had said that, starting from 11 February, it would no longer accept Greek government bonds as collateral, which will make it harder for the country to finance its banking system. The uncertainty around Greece has not vanished yet, and the re-escalation of the Russia-Ukraine crisis also has an adverse effect on stock markets.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,52	↑	5	↓	0
US 10Y	1,82	↑	8	↑	6
JP 2Y	0,05	↑	2	↑	4
JP 10Y	0,36	↓	-2	↑	7
GER 2Y	-0,20	↓	-1	↓	-2
GER 10Y	0,33	↓	-4	↓	0

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	→	-0,75	→	-0,75

MONEY MARKET

	Rate (%)		Daily chg (bp)		Weekly chg (bp)
US 3M Libor	0,26	→	0	↑	0
US 2Y Swap	0,74	↓	-1	↑	6
US 5Y Swap	1,43	↓	-2	↑	12
EUR 3M Euribor	0,05	↓	0	↓	0
EUR 2Y Swap	0,14	↑	0	↓	-1
EUR 5Y Swap	0,32	↑	1	↑	2
GB 3M Libor	0,56	↑	0	→	0
GB 2Y Swap	0,00	↑	1	↑	2
GB 5Y Swap	0,00	↓	-1	↑	4
JP 3M Libor	0,10	→	0	↑	0
JP 2Y Swap	0,14	→	0	↑	2
JP 5Y Swap	0,24	↓	-1	↑	4
CHF 3M Libor	-0,87	→	0	↓	-2
CHF 2Y Swap	0,00	↑	80	↑	76
CHF 5Y Swap	0,00	↑	58	↑	59

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	57,8	↑	2,16	↑	9,06
Gold	1 267	↑	0,23	↓	-1,21

Source: Reuters, OTP Research

Thursday's meeting of the Bank of England has left its benchmark rate at 0.5%, and neither did it change its monthly asset purchases.

The US trade deficit widened to USD 46.6 billion in December, by more than had been thought.

In the USA, initial jobless claims rose last week but the figure undershot expectations. One of today's most important events will be US non-farm payroll report, which may signify a slowing growth in employment.

Germany's industrial output (0.1%) fared worse in December than had been thought (0.4%), compared to the previous month.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday	DE	dec.	Industrial output (mom, %)	4,2	1,5	-2,4
	UK	feb.	Rate decision (%)	0,50	0,50	0,50
	US	dec.	Trade balance (monthly, USD bn)	-46,6	-38,0	-39,0
	US	weekly	Initial jobless claims ('000)	278	290	267
Friday	DE	dec.	Industrial output (mom, %)	0,1	0,4	0,1
	US	jan.	Non-farm payroll ('000)		234	252
	US	jan.	Manufacturing payroll ('000)		12	17
	US	jan.	Unemployment rate (%)		5,6	5,6
	US	jan.	Average wages (mom, %)		0,3	-0,2

Source: Reuters, OTP Research

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