

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 035	↑ 1,17	↓ -0,84
S&P500	2 100	↑ 0,92	↓ -0,54
Nasdaq100	4 417	↑ 1,51	↑ 0,19
Russell2000	1 265	↑ 1,04	↓ -0,03
Stoxx600	407	↑ 0,79	↓ -2,40
DAX	11 892	↑ 1,74	↓ -5,27
FTSE 100	7 052	↑ 0,82	↓ -0,99
CAC40	5 188	↑ 0,86	↓ -2,11
ATX	2 608	↑ 0,72	↓ -2,16
IBEX35	11 385	↑ 0,22	↓ -4,27
Nikkei 225	19 909	↑ 1,40	↑ 0,00
Hang Seng	27 563	↑ 1,73	↑ 0,01
SSEC	4 227	↑ 0,24	↑ 2,22
SENSEX	27 886	↓ -1,95	↓ -0,60
RTS	996	↓ -0,33	↓ -0,56
Bovespa	53 761	↓ -0,36	↓ -0,53

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,0736	↓ -0,64	↑ 0,53
EUR/CHF	1,0269	↓ -0,18	↓ -1,01
USD/GBP	1,4903	↓ -0,37	↑ 0,86
USD/JPY	119,46	↑ 0,23	↑ 0,08
AUD/USD	0,7690	↓ -0,38	↑ 0,87
USD/CAD	1,2261	↑ 0,33	↓ -1,79
USD/RUB	53,34	↑ 0,35	↑ 5,16

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,3	↓ -0,6	↓ -0,6
CDS 5Y PIIS	13	↑ 6,9	↑ 20,8
CDS 5Y Italy	97	↑ 11,4	↑ 34,9
CDS 5Y Belg.	122	↑ 1,1	↑ 1,1
iTraxx 5Y EU	38,3	↑ 0,7	↑ 8,9
US TED Spread	62,0	→ 0,0	↓ -0,4

Source: Reuters, OTP Research

Summary

- Markets started the week optimistically, and most of them continued the up moves this morning.
- The rise in oil prices came to a halt; the dollar is strengthening versus the euro.
- The EZ's finance ministers will meet Greece's representatives on Friday; without an agreement, the country may default on its debts as early as in May.

China reduced its banks' required reserve ratio during the weekend; this move helped the key equity markets to significant gains after Friday's downward ride. The DAX advanced 1.7%, as all of its 30 constituents but Volkswagen made gains. The Nasdaq100 was another strong performer, with 1.5% gain. General Electric is prepared to sell its entire lending and leasing division to Wells Fargo, for USD 74 billion. The news made GE (-1%) the loser of the day within the Dow Jones. Rio Tinto and IBM reported poor figures for the first quarter, while L'Oreal's revenue surpassed the Q1 2014 data by 14.1%, and SAP's operating results jumped by 15%.

The rise in crude oil prices has stopped; the Brent crude fell near USD 62 by Monday noon (from Friday's high of 64.5 USD/barrel), and the WTI reversed from near 60 USD/barrel. Reportedly, Saudi Arabia's daily output may have been record high in April and the USA's reserves may have increased too, while there is no perceptible upturn on the demand side.

The dollar is strengthening – after Monday's weakening; the EUR/USD fell below 1.067 when Europe opened. The CHF has been appreciating against the euro (for quite a while), and the pair is at a three-month high, around 1.0245. As Friday's Eurogroup meeting is approaching, where Greece must present a convincing reform plan or else it defaults next month, the common European currency will probably be under selling pressure.

This morning the favourable market sentiment continued in Asia; the Nikkei225 upped by 1.4%, the Hang Seng rallied 2.5%. In Europe, all markets except Russia, Bulgaria and the Baltic states headed higher. The DAX jumped 1.3% higher in the first 15 minutes of trading.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,52	↑	1	↓	-1
US 10Y	1,88	↑	1	↓	-4
JP 2Y	0,01	↓	0	↓	0
JP 10Y	0,32	↑	1	↓	-2
GER 2Y	-0,27	↑	1	↑	0
GER 10Y	0,07	↓	-1	↓	-8

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	0,28	↑	0	↓	0
US 2Y Swap	0,76	↑	0	↑	1
US 5Y Swap	1,44	↓	0	↓	-1
EUR 3M Euribor	0,00	→	0	↓	-1
EUR 2Y Swap	0,07	↓	0	↑	1
EUR 5Y Swap	0,19	↑	1	↓	-1
GB 3M Libor	0,57	↓	0	↓	0
GB 2Y Swap	0,92	↑	2	↓	-1
GB 5Y Swap	0,00	↓	-1	↓	-1
JP 3M Libor	0,09	→	0	→	0
JP 2Y Swap	0,13	↑	0	↓	-1
JP 5Y Swap	0,22	↓	-1	↓	-1
CHF 3M Libor	-0,82	↓	0	↓	-1
CHF 2Y Swap	0,00	↑	79	↑	75
CHF 5Y Swap	0,00	↑	42	↑	38

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	63,2	↓	-0,39	↑	8,16
Gold	1 196	↓	-0,01	↑	0,24

Source: Reuters, OTP Research

Today's calendar lacks market-moving data releases; analysts' poll expects Germany's ZEW index for April to increase.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	DE	Mar	Producer prices (yoy, %)	-1,7	-1,6	-2,1
Tuesday	DE	Apr	ZEW economic sentiment (point)		55,3	54,8
	JP	Mar	Export (yoy, %)		8,5	2,4

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

Disclaimer

OTP Bank Plc. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This material is only for information purposes and it is not intended as an investment advice, an offer or solicitation for the purchase or sale of any financial instrument, and it does not constitute legal, tax or accounting advice.

Information herein reflects the market situation at the time of writing. It provides only momentary information and may change as market conditions and circumstances develop. Additional information may be available on request. Although the information in this document has been prepared in good faith from sources which OTP Bank believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. Opinions and estimates constitute our judgment and are subject to change without notice. OTP Bank may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments is made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. Any concrete individual decision or investment made based on this publication is the sole risk of the Client and OTP Bank shall not be held responsible for the success of the investment decisions or for attaining the Client's target.

Figures described herein refer to the past and past performance is not a reliable indicator of future results.

OTP Bank Plc. (registered seat: Nádor utca 16., Budapest H-1051, Hungary; Supervisory authority: Hungarian Financial Supervisory Authority (PSZÁF, Pénzügyi Szervezetek Állami Felügyelete – H-1013 Budapest, Krisztina krt. 39.sz.) PSZÁF licence numbers: III/41.003-22/2002 and E-III/456/2008. For more information, please refer to: <https://www.otpbank.hu/portal/hu/Megtakaritas/Ertekpapir/MIFID>). All rights reserved. This publication is exclusively owned by OTP Bank Plc., no part of this material can be reproduced, re-used or disseminated without the prior written consent of OTP Bank Plc.

If you received this document from OTP Bank Plc, then it was sent to you with your previous consent. You may withdraw this permission by sending an e-mail to research@otpbank.hu or writing a letter addressed to "Research Center" Hungary 1051, Budapest Nádor utca. 21. Please refer to your name and e-mail address in both cases.

Disclaimer for OTP Bank Romania S.A. customers

OTP Bank Romania S.A. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction, as an investment advice, and it does not constitute legal, tax or accounting advice. Also it is not and should not be considered a recommendation for investment in financial instruments according to NSC Regulations no. 32/2006 and 15/2006.

Information herein reflects current market practices. Additional information may be available on request. This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania S.A. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express written agreement of OTP Bank Romania S.A. Although the information in this document has been prepared in good faith from sources which OTP Bank Romania S.A. believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted. Opinions and estimates constitute our judgment and are subject to change without notice.

OTP Bank Romania S.A. may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.

OTP Bank Romania S.A. may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments should be made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank Romania S.A. does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

This report is not intended to influence in any way or to be considered a substitute to research and advice centred on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice. Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. OTP Bank Romania S.A. in compliance with the applicable law, assumes no responsibility, obligation, warranty or guarantee whatsoever for any direct or indirect damage (including losses arising from investments), or for the costs or expenses, detrimental legal consequences or other sanctions (including punitive and consequential damage) sustained by any natural or legal person as a result of the purchase or sale of financial instruments or engaging investment services described herein, even if OTP Bank Romania S.A. was warned of the possibility of such occurrences.

Figures described herein refer to the past and past performance is not a reliable indicator of future results. Investments in financial instruments carry a certain degree of risk (fluctuation of share prices, uncertainty of dividend, yields and / or profits, exchange rate fluctuations, etc.). The capital invested is not guaranteed, investment gains, usually assumed proportionate to risk, and past performance of financial instruments is not a guarantee for future performance.

Please note that the Internet is not a secure environment and OTP Bank Romania S.A. does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the wilful or accidental interception, corruption or virus infection.

All rights reserved – OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st district Bucharest, Romania; company registration number: 01-10-041585; NBR registration no RB-PJR-40-028/1999; for further information please refer to: <https://www.otpbank.ro/en>).

This document has been provided to the recipients upon their prior request. Your abovementioned permission may be withdrawn by an e-mail addressed to csaba.balint@otpbank.ro or a written mail addressed to OTP Bank Romania S.A , Buzesti Street, no. 66-68, 1st district, Bucharest, Romania. Please refer to your name and e-mail address in both cases.