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Daily Report – Global markets

STOCK EXCHANGE

| | Close | Daily chg. (%) | Weekly chg. (%) |
|-------------|--------|----------------|-----------------|
| DJIA | 18 080 | ↑ 0,12 | ↑ 1,30 |
| S&P500 | 2 118 | ↑ 0,23 | ↑ 1,53 |
| Nasdaq100 | 4 537 | ↑ 1,33 | ↑ 4,25 |
| Russell2000 | 1 268 | ↓ -0,32 | ↑ 0,21 |
| Stoxx600 | 408 | ↑ 0,30 | ↑ 0,86 |
| DAX | 11 811 | ↑ 0,74 | ↑ 0,30 |
| FTSE 100 | 7 071 | ↑ 0,24 | ↑ 0,84 |
| CAC40 | 5 201 | ↑ 0,44 | ↑ 0,69 |
| ATX | 2 638 | ↑ 0,94 | ↑ 0,91 |
| IBEX35 | 11 505 | ↑ 0,70 | ↑ 0,58 |
| Nikkei 225 | 19 975 | ↓ -0,22 | ↑ 1,74 |
| Hang Seng | 28 474 | ↑ 1,47 | ↑ 5,09 |
| SSEC | 4 499 | ↑ 2,39 | ↑ 6,68 |
| SENSEX | 27 438 | ↓ -1,07 | ↓ -0,60 |
| RTS | 1 038 | ↑ 0,88 | ↑ 2,95 |
| Bovespa | 56 594 | ↑ 1,63 | ↑ 3,21 |

FX MARKET

| | Close | Daily chg. (%) | Weekly chg. (%) |
|---------|--------|----------------|-----------------|
| EUR/USD | 1,0872 | ↑ 0,44 | ↑ 1,30 |
| EUR/CHF | 1,0371 | ↑ 0,41 | ↑ 0,90 |
| USD/GBP | 1,5186 | ↑ 0,86 | ↑ 1,90 |
| USD/JPY | 118,92 | ↓ -0,04 | ↓ -0,22 |
| AUD/USD | 0,7829 | ↑ 0,22 | ↑ 1,43 |
| USD/CAD | 1,2154 | ↓ -0,20 | ↓ -0,55 |
| USD/RUB | 50,82 | ↓ -0,85 | ↓ -5,53 |

RISK INDICATORS

| | Close | Daily chg (bp) | Weekly chg (bp) |
|---------------|-------|----------------|-----------------|
| VIX | 12,3 | ↓ -0,2 | ↓ -1,6 |
| CDS 5Y PIIS | 12 | ↑ 1,0 | ↑ 6,7 |
| CDS 5Y Italy | 97 | ↑ 0,9 | ↑ 14,2 |
| CDS 5Y Belg. | 124 | ↓ -5,7 | ↓ -5,8 |
| iTraxx 5Y EU | 31,4 | ↑ 1,1 | ↓ -0,1 |
| US TED Spread | 61,2 | ⇒ 0,0 | ↓ -0,1 |

Source: Reuters, OTP Research

Summary

- Friday's trading was optimistic on both sides of the Atlantic; China's stock indices climbed higher this morning.
- The Brent oil hit a four-month high of 65.2 USD/barrel.
- US durable goods orders grew by 4% in March from the previous month.

In Friday's positive sentiment on Europe's stock markets, the DAX advanced 0.7%, the Stoxx600 added 0.3%, and the FTSE100 inched up 0.2%. Deutsche Bank's Q1 earnings report, published on Sunday, revealed that its net profit was EUR 559 million, half the previous quarter's figure, largely because of the fines imposed on its investment banking division. On the other hand, the group's revenue grew to a near-record amount of EUR 10.4 billion, on the back of the Swiss franc's firming and benefiting from the ECB's asset purchase programme. This morning the company announced cost-cutting at its investment bank subsidiary, and revising the department's ROE down. Europe's largest bank, HSBC also said it would detach its UK retail bank division in a 20-billion-dollar project, and it is also mulling the idea of moving its London headquarters to Hong Kong. British law requires banks to split their retail and investment banking activities by 2019.

America's major stock indices also ground higher: the Dow edged up 0.1%, the S&P500 crept 0.2% higher, and the NASDAQ100 added 1.3%, hitting a new high. The Russel2000 was the only one to end in the red (-0.3%).

Asia's indices closed mixed this morning: the Nikkei225 sank 0.2%, the SENSEX shed 1.1%, whereas the Hang Seng and the SSEC advanced 1.5% and 2.4% respectively. Besides, some Chinese equity markets hit seven-year highs, probably as investors expect further economic stimulus measures.

The USD has slight wobbled versus the EUR, and the JPY's firming led the USD/JPY to 118.8.

The Brent oil's price rose to a four-month high of 65.2 USD/barrel. Apparently, the bombing in Yemen and the contraction in US shale oil production make investors assume that the demand side may come under pressure.

GOV'T BOND MARKET

| | Yield (%) | | Daily chg (bp) | | Weekly chg (bp) |
|---------|-----------|---|----------------|---|-----------------|
| US 2Y | 0,51 | ↓ | -3 | ↓ | 0 |
| US 10Y | 1,91 | ↓ | -5 | ↑ | 4 |
| JP 2Y | -0,01 | ↓ | -2 | ↓ | -2 |
| JP 10Y | 0,29 | ↓ | -2 | ↓ | -2 |
| GER 2Y | -0,27 | ↓ | -1 | ↑ | 1 |
| GER 10Y | 0,16 | ↑ | 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 | 0,74 | ↓ | -1 | ↓ | -2 |
| US 5Y Swap | 1,44 | ↓ | 0 | ↓ | -1 |
| EUR 3M Euribor | 0,00 | ↑ | 0 | ↓ | 0 |
| EUR 2Y Swap | 0,07 | ↑ | 0 | ↑ | 0 |
| EUR 5Y Swap | 0,21 | ↓ | 0 | ↑ | 2 |
| GB 3M Libor | 0,57 | ↑ | 1 | ↑ | 0 |
| GB 2Y Swap | 0,00 | ↓ | -1 | ↓ | 0 |
| GB 5Y Swap | 0,00 | ↑ | 1 | ↓ | -1 |
| JP 3M Libor | 0,09 | → | 0 | → | 0 |
| JP 2Y Swap | 0,13 | ↑ | 1 | ↓ | 0 |
| JP 5Y Swap | 0,21 | ↑ | 1 | ↓ | -1 |
| CHF 3M Libor | -0,83 | ↑ | 0 | ↓ | -1 |
| CHF 2Y Swap | -0,75 | → | 0 | ↑ | 4 |
| CHF 5Y Swap | -0,36 | → | 0 | ↑ | 6 |

COMMODITIES

| | Close | | Daily chg. (%) | | Weekly chg. (%) |
|-----------|-------|---|----------------|---|-----------------|
| Oil Brent | 65,2 | ↓ | -0,11 | ↑ | 2,77 |
| Gold | 1 183 | ↑ | 0,36 | ↓ | -1,09 |

Source: Reuters, OTP Research

US durable goods orders expanded by 4% in March from the previous month, vastly higher than analysts' poll had forecast (0.6%).

Japan's retail sales data for March are due out today.

| | COUNTRY | DATE | INDICATOR | FACT | CONSENSUS | PREVIOUS |
|--------|---------|------|-------------------------------|-------|-----------|----------|
| Friday | DE | Apr | IFO index (points) | 108,6 | 108,4 | 107,9 |
| | US | Mar | Durable Goods Orders (MoM, %) | 4,0 | 0,6 | -1,4 |
| Monday | JP | Mar | Retail sales (yoy, %) | | -7,3 | -1,8 |

Source: Reuters, OTP Research

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