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## Daily Report – Global Markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 373	↓ -0,27	↓ -1,53
S&P500	2 078	↓ -0,29	↓ -0,96
Nasdaq100	4 520	↓ -0,19	↓ -1,50
Russell2000	1 207	↓ -0,73	↓ -2,02
Stoxx600	397	↓ -0,91	↑ 1,09
DAX	11 491	↓ -0,81	↑ 2,44
FTSE 100	6 718	↓ -0,42	↑ 0,76
CAC40	5 155	↓ -0,72	↑ 2,15
ATX	2 488	↑ 0,25	↓ -0,71
IBEX35	11 178	↓ -0,67	↑ 0,65
Nikkei 225	20 809	↑ 0,41	↑ 1,27
Hang Seng	24 528	↓ -0,10	↑ 0,48
SSEC	3 913	↑ 4,50	↑ 8,00
SENSEX	28 368	↑ 0,47	↓ -0,60
RTS	832	↑ 1,47	↓ -4,47
Bovespa	48 577	↓ -2,87	↓ -1,68

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,0965	↑ 0,38	↑ 0,16
EUR/CHF	1,0780	↑ 0,61	↑ 1,63
USD/GBP	1,5495	↓ -0,10	↓ -0,57
USD/JPY	124,41	↑ 0,16	↑ 0,32
AUD/USD	0,7393	↓ -0,31	↑ 1,50
USD/CAD	1,3136	↑ 0,06	↓ -0,11
USD/RUB	64,27	↑ 0,39	↑ 1,13

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,4	↓ -0,4	↑ 1,3
CDS 5Y PIIS	13	↑ 0,8	↓ -0,9
CDS 5Y Italy	93	↑ 0,4	↓ -2,7
CDS 5Y Belg.	101	↓ -1,0	↓ -1,0
iTraxx 5Y EU	30,7	↑ 1,3	↑ 3,3
US TED Spread	65,3	→ 0,0	↑ 0,9

Source: Reuters, OTP Research

**Summary**

- The leading indices of Europe and America closed in the red on Friday.
- Commodity producers' stocks fell in the USA as the price of oil slipped further.
- US employment figures missed expectations.

Despite some favourable surprises in July's job market report, chiefly in the number of manufacturing employment, the sentiment on equity markets was not upbeat. The Dow and the S&P both closed 0.3% lower, mostly dragged down by commodity producers, but consumer staples were also ailing. Seven of the S&P's ten sector indices went down in Friday's session. A new slump in oil prices weighed on the energy sector was: the WTI hit its lowest since March, and the Brent fell below 49 USD/barrel. Freeport McMoRan, the metal producer dived more than 6%; other related losers included Alcoa and DuPont. CF Industries Holding nosedived 6.4% on Friday, a day after it had announced to buy OCI's European and North-American assets for USD 8 billion, creating the largest stock-exchange listed fertilizer manufacturing business. The consumer staples sector was dragged down by Hershey, Mondelez and Wal-Mart. The biotechnology segment of the technology sector weakened further; Thursday's 4% plunge of the Nasdaq Biotechnology Index was topped by additional 0.7% on Friday. Twitter shed 1.8% to an all-time low; its stock exchange value contracted by 26% since its quarterly earnings report was out in July. Of the S&P's sectors, only the defensive utilities avoided losses on Friday. A 6.3% jump in AmEx saved the Dow from a major fall; the financial company's rally was triggered by the announcement that an activist hedge fund gained ownership in AmEx. Another winner on Friday was NVidia, whose bigger-than-expected revenue figures triggered a 12% rally.

Europe's stock indices also declined; as the better-than-expected job market data strengthened assumptions that the Fed would raise interest rates. The Stoxx600 and the DAX dropped 0.9% each, and France's CAC40 came down 0.8%. Athens' recently reopened stock index gained 1.5% on Friday, bringing down the weekly loss to 15%. Television broadcasters had a bad day across Europe on mounting fears that traditional TV-watching is losing ground. The pharmaceuticals sector was ailing; AngloAmerican and Glencore corrected the losses of the previous days; the energy sector made gains despite the falling oil prices.

Asia's markets closed a basically bright trading this morning, led by China's markets. Investors may have been speculating that further economic stimulus programmes will follow, thus the Shanghai Composite's 5% rally came as no surprise.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,73	↑	2	↑	5
US 10Y	2,18	↓	-5	↓	-2
JP 2Y	0,01	↑	0	↑	0
JP 10Y	0,41	↓	-1	↑	1
GER 2Y	-0,24	↓	0	↓	0
GER 10Y	0,71	↓	-3	↑	6

**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	0,31	↑	0	↑	1
US 2Y Swap	0,97	↑	3	↑	10
US 5Y Swap	1,70	↑	3	↑	8
EUR 3M Euribor	-0,02	→	0	↓	0
EUR 2Y Swap	0,08	↑	0	↑	0
EUR 5Y Swap	0,39	↓	-2	↑	1
GB 3M Libor	0,59	↑	0	↑	1
GB 2Y Swap	0,00	↓	-1	→	0
GB 5Y Swap	1,67	↓	0	→	0
JP 3M Libor	0,10	↓	0	↓	0
JP 2Y Swap	0,12	→	0	→	0
JP 5Y Swap	0,23	↓	0	→	0
CHF 3M Libor	-0,73	↑	1	↑	1
CHF 2Y Swap	-0,67	↑	0	↑	7
CHF 5Y Swap	-0,33	↑	0	↑	0

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	48,4	↓	-0,51	↓	-2,34
Gold	1 097	↑	0,42	↑	1,15

Source: Reuters, OTP Research

Greece's government was in intensive talks with creditors during the weekend; the nearest target is to strike a deal by Monday, laying down the budget restrictions and economic recovery measures set forth by the third bailout package. If it fails to reach agreement soon, Greece will need to request a bridging loan to finance its debt owed to the ECB, which matures on 20 August.

Job market data were in the focus in the USA on Friday. Employment grew slower than had been predicted; it rose by 215,000 only, missing the forecast 223,000, but the June growth figure was revised higher. The unemployment rate remained at 5.3%, while hourly wages were 0.2% month/month, whereas analysts had predicted stagnation.

The United Kingdom will publish retail sales data today.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	DE	jún.	Industrial output (mom, %)	-1,4	0,4	0,0
	DE	jún.	Export (mom, %)	-1,0	-0,5	1,7
	US	aug.	Unemployment rate (%)	5,3	5,3	5,3
	US	Aug	Average Earnings (weekly average, mom, %)	0,2	0,2	0
	US	Jun	Non-farm employment change (mom, db)	215	220	223
Monday	UK	Jul	Retail Sales (yoy, %)		1,0	1,8
	EZ	Aug	Sentix Index (point)		20,0	18,5

Source: Reuters, OTP Research

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