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## Daily Report – Global Markets



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 581	↓ -0,24	↑ 2,12
S&P500	2 066	↓ -0,26	↑ 1,73
Nasdaq100	4 639	↑ 0,18	↑ 4,53
Russell2000	1 145	↓ -1,23	↑ 0,03
Stoxx600	372	↓ -1,07	↑ 2,54
DAX	10 692	↓ -1,01	↑ 5,37
FTSE 100	6 365	↓ -0,81	↑ 0,32
CAC40	4 847	↓ -1,02	↑ 3,71
ATX	2 411	↓ -2,31	↑ 1,11
IBEX35	10 322	↓ -1,49	↑ 2,20
Nikkei 225	18 903	↑ 0,67	↑ 1,88
Hang Seng	22 984	↓ -0,69	↓ -0,02
SSEC	3 377	↓ -1,68	↑ 1,69
SENSEX	27 092	↓ -0,59	↓ -0,60
RTS	839	↓ -2,19	↓ -4,14
Bovespa	47 043	↓ -0,35	↓ -0,07

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1048	↓ -0,07	↓ -2,57
EUR/CHF	1,0894	↑ 0,19	↑ 0,17
USD/GBP	1,5295	↓ -0,35	↓ -0,78
USD/JPY	120,40	↓ -0,04	↑ 0,39
AUD/USD	0,7123	↓ -0,90	↓ -1,18
USD/CAD	1,3258	↓ -0,05	↑ 0,92
USD/RUB	65,37	↓ -0,09	↑ 4,55

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	15,4	↑ 0,1	↓ -0,3
CDS 5Y PIIS	15	↑ 0,6	↓ -6,1
CDS 5Y Italy	88	↓ -0,4	↓ -8,9
CDS 5Y Belg.	93	↓ -0,4	↓ -1,2
iTraxx 5Y EU	27,9	↑ 1,0	↓ -5,8
US TED Spread	72,0	→ 0,0	↑ 0,7

Source: Reuters, OTP Research

**Summary**

- Tuesday's trading on global markets was slightly pessimistic.
- The ECB's Chief Economist Peter Praet has confirmed that the ECB would re-examine its toolbox in the coming months.
- The Fed's rate-setting meeting concludes today.

On the day preceding the Fed's rate decision trading sentiment was cautious and slightly negative on both sides of the Atlantic. The DAX and the CAC40 shed 1%, the Stoxx600 eased 1.1% and the FTSE 100 sank by 0.8%. Peter Praet, the ECB's Chief Economist said yesterday that there was no taboo for the ECB's monetary policy and the ECB's analyst staff would re-examine its toolbox in the coming months. Greece's creditors will not disburse the current tranche of the new bailout package because reforms are implemented too slowly; only 14 of the 48 measures have been realized. The postponement of this payment puts off the disbursement of other payments too. Deutsche Bank is planning to sell or significantly streamline its Italian retail division. This step is part of the cost-cutting programme announced this summer by Deutsche Bank's new head.

On America's stock markets, the DJIA dropped 0.2%, the S&P500 slipped 0.3%, and the Russel2000 sank 1.2%, only the NASDAQ100 closed 0.2% higher. Apple's revenues and earnings per share (EPS) have both beaten analysts' forecasts but its iPhone sales were short of them. Twitter's Q3 reports disappointed – even though its EPS was -20 cents (better than the expected -29 cents), and its revenue surpassed expectations, the management expects USD 695-710 million revenue in Q4, significantly less than the market consensus of USD 741 million.

US and German bond yields sank 1-2 basis points yesterday.

Trading sentiment in Asia was mixed today. Japan's Nikkei rose by 0.7%, while the Hang Seng fell 0.7% and the SSEC lost 1.7%.

Reversing the recent days' drop, the price of oil opened somewhat stronger (+0.1%) today. Citing US governmental sources, Bloomberg reports that Iran's oil production remains limited until the second half of 2016, when the sanctions are lifted. The price of gold was seen 0.3% higher this morning.

**GOV'T BOND MARKET**

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,63	↓ -1	→ 0
US 10Y	2,04	↓ -1	↓ -2
JP 2Y	0,01	↓ 0	↓ -1
JP 10Y	0,30	↓ -2	↓ -2
GER 2Y	-0,33	↓ -1	↓ -7
GER 10Y	0,50	↓ -1	↓ -5

**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	0,00	↑ 0	↑ 1
US 2Y Swap	0,73	↑ 1	↑ 1
US 5Y Swap	1,36	↑ 1	↑ 0
EUR 3M Euribor	-0,07	↓ 0	↓ -1
EUR 2Y Swap	-0,06	↓ -1	↓ -8
EUR 5Y Swap	0,21	↓ -4	↓ -10
GB 3M Libor	0,00	→ 0	→ 0
GB 2Y Swap	0,91	↓ -2	↓ -1
GB 5Y Swap	1,36	↓ -4	↓ -8
JP 3M Libor	0,00	→ 0	→ 0
JP 2Y Swap	0,09	↓ -1	↓ -1
JP 5Y Swap	0,16	↓ 0	↓ -2
CHF 3M Libor	0,00	→ 0	↓ -1
CHF 2Y Swap	-0,84	↓ -2	↓ -8
CHF 5Y Swap	-0,60	↓ -3	↓ -14

**COMMODITIES**

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	46,9	↑ 0,09	↓ -2,09
Gold	1 170	↑ 0,30	↑ 0,28

Source: Reuters, OTP Research

Japan's retail sales data for September, published yesterday, caused disappointment as the figure dropped 0.2%, instead of the expected 0.4% increase. Britain's GDP rose by 2.3% in the third quarter from the same period of last year, slightly missing analysts' expectations. In the United States, durable goods orders decreased by 2% from the previous month. Economists had forecast a slight decline, but not that sharp fall. Yesterday's release of Markit's services PMI and the consumer confidence index both were short of expectations. Today Germany published the GfK consumer sentiment index, which compared with forecasts. Later today, Japan will release industrial production data, and Italy will publish confidence indices. The outcome of the Fed's rate decision will be announced in the evening.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	JP	Sep	Retail sales (yoy, %)	-0,2	0,4	0,8
	GB	Q3	GDP (yoy, %)	2,3	2,4	2,4
	US	Sep	Durable goods orders (mom, %)	-2	-1,2	-2,3
	US	Aug	CaseShiller 20 index (mom, %, SA)	0,1	0,1	-0,2
	US	Oct	Markit Services flash PMI (points)	54,4	55,1	55,1
	US	Oct	Consumer confidence index (points)	97,6	103,0	103,0
Wednesday	JP	Sep	Markit Services flash PMI (points)		-0,5	-1,2
	DE	Sep	GfK Consumer Sentiment	9,4	9,4	9,6
	IT		Business confidence (point)		104,1	104,2
	IT		Consumer confidence (point)		112,1	112,7
	US		Fed Funds Target Rate		0-0,25	0-0,25

Source: Reuters, OTP Research

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