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Daily Report – Global Markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 863	↓ -0,02	↑ 0,61
S&P500	2 100	↓ -0,11	↑ 0,50
Nasdaq100	4 703	↓ -0,31	↑ 0,69
Russell2000	1 191	↑ 0,03	↑ 2,48
Stoxx600	379	↓ -0,40	↑ 0,81
DAX	10 888	↑ 0,39	↑ 0,80
FTSE 100	6 365	↓ -0,75	↓ -0,48
CAC40	4 980	↑ 0,64	↑ 1,93
ATX	2 422	↓ -0,45	↓ -0,05
IBEX35	10 431	↓ -0,40	↑ 0,33
Nikkei 225	19 266	↑ 0,78	↑ 0,96
Hang Seng	22 865	↓ -0,81	↑ 0,99
SSEC	3 585	↑ 1,77	↑ 5,99
SENSEX	26 308	↑ 0,01	↓ -0,60
RTS	877	↓ -1,03	↑ 4,49
Bovespa	47 710	↓ -0,71	↑ 4,56

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,0881	↑ 0,17	↓ -1,28
EUR/CHF	1,0831	↑ 0,39	↓ -0,37
USD/GBP	1,5205	↓ -1,15	↓ -1,45
USD/JPY	121,92	↑ 0,15	↑ 1,09
AUD/USD	0,7140	→ 0,00	↑ 0,04
USD/CAD	1,3172	↑ 0,05	↑ 0,73
USD/RUB	63,45	↑ 0,30	↓ -0,86

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	15,1	↓ -0,5	↑ 0,4
CDS 5Y PIIS	15	↓ -1,7	↓ -1,4
CDS 5Y Italy	86	↓ -2,6	↓ -2,5
CDS 5Y Belg.	88	↓ -1,2	↓ -1,7
iTraxx 5Y EU	25,9	↑ 1,5	↓ -0,8
US TED Spread	70,2	→ 0,0	↑ 4,0

Source: Reuters, OTP Research

Summary

- Western Europe's stock markets ran out of steam by the end of Thursday.
- US indices could not climb higher.
- Another set of discouraging data came out on the German industry.

Even though the impetus of the dynamic increase in Western Europe's indices broke in midday, the DAX (0.39%) and the CAC40 (0.64%) could eke out small gains. The Footsie was the only one to ail throughout Thursday, closing in the red (-0.75%).

Erste Group's Q3 earnings report, containing EUR 277 million after-tax profit, surprised on the upside. Erste's Hungarian subsidiary still operated in the red. Unlike Erste, Allianz disappointed investors as its EUR 1.4 billion profit in the third quarter was short of expectations.

Amid the negative trading sentiment in the USA, the Dow (-0.02%), the S&P500 (-0.11%) and the NASDAQ100 (-0.31%) all went down on Thursday, while the Russell 2000 ended at Wednesday's close. Of the Dow's components, Chevron saw the sharpest fall (-2.29%); Exxon Mobil was 1.36% down. Within the S&P, Qualcomm was the worst performer (-15.25%); at the other end of the scale, Ralph Lauren's stocks excelled with similar rate of growth.

The Shanghai Composite upped almost 2% in this morning's trading, while the Hang Seng sank 0.81%. Japan's Nikkei contracted by 0.78%.

The euro gained ground versus the US dollar and the Swiss franc on Thursday. But today the dollar took the upper hand against the euro. The greenback extended its gains versus the JPY.

The Brent oil dropped yesterday but opened higher this morning. Since the fall on Wednesday, it has been trading below 50 USD/barrel.

GOV'T BOND MARKET					
	Yield (%)	Daily chg (bp)	Weekly chg (bp)		
US 2Y	0,83	↓ -1	↑ 11		
US 10Y	2,24	↑ 1	↑ 7		
JP 2Y	0,01	↓ 0	↓ 0		
JP 10Y	0,32	↓ 0	↑ 1		
GER 2Y	-0,31	↑ 1	↑ 2		
GER 10Y	0,60	↑ 2	↑ 13		
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	0,89	↓ -1	↑ 6		
US 5Y Swap	1,54	↓ -2	↑ 6		
EUR 3M Euribor	-0,07	↓ 0	↓ 0		
EUR 2Y Swap	-0,05	↓ -1	↓ -2		
EUR 5Y Swap	0,28	↓ 0	↑ 1		
GB 3M Libor	0,00	→ 0	→ 0		
GB 2Y Swap	1,01	↓ -4	↑ 0		
GB 5Y Swap	1,52	↓ -5	↑ 2		
JP 3M Libor	0,00	→ 0	↓ 0		
JP 2Y Swap	0,09	↓ 0	↑ 0		
JP 5Y Swap	0,18	↑ 0	↑ 0		
CHF 3M Libor	0,00	↓ 0	→ 0		
CHF 2Y Swap	-0,85	↓ -2	↓ -4		
CHF 5Y Swap	-0,56	↑ 0	↓ -4		
COMMODITIES					
	Close	Daily chg. (%)	Weekly chg. (%)		
Oil Brent	48,3	↑ 0,63	↓ -2,58		
Gold	1 109	↑ 0,49	↓ -2,90		

Source: Reuters, OTP Research

Thursday's publication on the eurozone retail sales figure for September (-0.1% month/month) missed analysts' forecast (0.2%).

The monetary policy decisions in the United Kingdom, Romania and the Czech Republic did not cause surprise. As expected, the base rates were left unchanged.

This morning Germany published the September gauge of industrial production. The 1.1% contraction from the previous month is a far cry from expectations, as was the previous reading (-1.2%).

The United States will release important labour market data in the afternoon, including average earnings, unemployment rate and non-farm payrolls for October, which may influence the outcome of the Fed's December rate decision.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Thursday	DE	Sep	Industrial orders (mom, %)	-1,7	1,0	-1,8
	CH	Oct	Consumer price index (yoy, %)	-1,4	-1,4	-1,4
	RO	Nov	Base rate (%)	1,75	1,75	1,75
	EZ	Sep	Retail sales (mom, %)	-0,1	0,2	0,0
	UK	Nov	Base rate (%)	0,5	0,5	0,5
	CZ	Nov	Base rate (%)	0,05	0,05	0,05
Friday	DE	Sep	Industrial output (mom, %)	-1,1	0,5	-1,2
	UK	Sep	Industrial output (mom, %)		-0,1	1,0
	US	Oct	Non-Farm Payrolls		180,0	142,0
	US	Oct	Unemployment rate (%)		5,1	5,1
	US	Oct	Average Earnings (mom, %)		0,2	0,0

Source: Reuters, OTP Research

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