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Daily Report – Global Markets



STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 702	↓ -0,32	↓ -0,93
S&P500	2 075	↓ -0,32	↓ -1,30
Nasdaq100	4 637	↓ -0,10	↓ -1,71
Russell2000	1 178	↓ -0,81	↓ -1,06
Stoxx600	379	↑ 0,65	↓ -0,41
DAX	10 908	↑ 0,70	↑ 0,58
FTSE 100	6 297	↑ 0,35	↓ -1,80
CAC40	4 953	↑ 0,82	↑ 0,09
ATX	2 467	↓ -0,40	↑ 1,40
IBEX35	10 377	↑ 0,39	↓ -0,92
Nikkei 225	19 698	↑ 0,03	↑ 3,04
Hang Seng	22 806	↑ 2,03	↓ -1,06
SSEC	3 640	↓ -0,29	↑ 3,32
SENSEX	25 864	⇒ 0,00	↓ -0,60
RTS	846	↓ -0,98	↓ -4,59
Bovespa	47 065	↑ 1,86	↓ -1,35

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,0743	↑ 0,19	↓ -1,24
EUR/CHF	1,0790	⇒ 0,00	↓ -0,38
USD/GBP	1,5207	↑ 0,60	↑ 0,01
USD/JPY	122,94	↑ 0,10	↑ 0,99
AUD/USD	0,7148	↑ 1,28	↑ 0,11
USD/CAD	1,3248	↓ -0,08	↑ 0,63
USD/RUB	65,43	↑ 0,21	↑ 3,43

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	16,1	↑ 0,8	↑ 0,5
CDS 5Y PIIS	16	↑ 1,5	↑ 5,7
CDS 5Y Italy	93	↓ -1,3	↓ -4,3
CDS 5Y Belg.	87	↑ 0,2	↓ -1,0
iTraxx 5Y EU	26,1	↓ -1,5	↑ 0,3
US TED Spread	70,5	⇒ 0,0	↓ -4,5

Source: Reuters, OTP Research

Summary

- Europe's equity markets saw optimistic investors on Wednesday.
- The key indices of the USA ailed yesterday.
- The September industrial output data from the EZ and the US federal budget's October balance are due out today.

In Wednesday's positive sentiment on Europe's equity markets, the Stoxx600 and the DAX gained 0.7% each, the CAC40 added 0.8%, and the FTSE100 closed 0.4% higher. On 24 November the European Commission will table its proposals for the European Deposit Insurance Scheme, the planned third pillar of the European banking union in addition to the single banking supervision and unified bank consolidation mechanism. In corporate headlines, BAE Systems has reduced its revenue forecast. The British defence company sees the orders for its Typhoon fighter jet falling, so it lowered the expected 2016 revenue from the sales of this aircraft to GDP 1.1 billion, a huge fall compared to the GBP 1.3 billion expected in 2015. Rolls Royce says it may cut the dividend paid on its shares, and it warns that the negative risks to its 2016 revenue may realize. Consequently, its stock price nose-dived 18%.

The major stock markets of America were ailing yesterday: the Dow and the S&P500 eased 0.3% each, the NASDAQ100 dipped 0.1%, and the Russel2000 shed 0.8%. Within the S&P500, energy names shrank 1.9%, and health care shares were 0.9% down.

Asia's indices closed mixed his morning. The Hang Seng was up 2%, the Nikkei225 edged somewhat higher, while the SSEC closed 0.29% lower.

The euro gained 0.19% versus the US dollar, and the greenback advanced 0.1% against the JPY yesterday. This morning the USD regained 0.42% from the single European currency, following Mario Draghi's hint that the ECB may extend its asset purchases.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,88	↓	-1	↑	3
US 10Y	2,33	↓	-2	↑	10
JP 2Y	0,00	↑	0	↓	-1
JP 10Y	0,32	↑	1	↓	0
GER 2Y	-0,35	↓	-2	↓	-3
GER 10Y	0,63	↓	-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	0,00	↑	0	↑	2
US 2Y Swap	0,97	↑	2	↑	7
US 5Y Swap	1,66	↑	2	↑	11
EUR 3M Euribor	-0,08	↓	0	↓	-1
EUR 2Y Swap	-0,08	↑	0	↓	-4
EUR 5Y Swap	0,24	↓	-1	↓	-3
GB 3M Libor	0,00	→	0	↓	0
GB 2Y Swap	1,04	↑	2	↓	-1
GB 5Y Swap	1,58	↑	3	↑	1
JP 3M Libor	0,00	↑	1	↓	0
JP 2Y Swap	0,09	↑	0	↓	-1
JP 5Y Swap	0,15	↓	-1	↓	-2
CHF 3M Libor	0,00	↓	-1	↓	-4
CHF 2Y Swap	-0,96	↓	-3	↓	-13
CHF 5Y Swap	-0,65	↓	-2	↓	-8

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	46,0	↑	0,35	↓	-4,19
Gold	1 088	↑	0,16	↓	-1,45

Source: Reuters, OTP Research

Today's important publications include September industrial production statistics from the eurozone, and the US federal budget's October balance.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	CN	Oct	Industrial output (yoy, %)	5,6	5,8	5,7
	CN	Jan	Urban investments (YtD, yoy, %)	10,2	10,2	10,3
	CN	Oct	Retail sales (yoy, %)	11,0	10,9	10,9
	GB	Sep	ILO Unemployment rate (%)	5,3	5,4	5,4
Thursday	DE	Oct	Consumer price index (final, yoy, %)	0,3	0,3	0,3
	SK	Oct	Consumer price index (yoy, %)	-0,6	-0,5	-0,5
	EZ	Sep	Industrial production (mom, %)		0,0	-0,5
	US	Oct	Federal budget (bn dollars)		-	91,0

Source: Reuters, OTP Research

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