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Daily Report – Global Markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 525	↑ 0,90	↓ -0,25
S&P500	2 043	↑ 1,06	↓ -0,98
Nasdaq100	4 597	↑ 0,59	↓ -2,08
Russell2000	1 132	↑ 1,41	↓ -1,25
Stoxx600	360	↑ 2,87	↓ -1,69
DAX	10 450	↑ 3,07	↓ -2,09
FTSE 100	6 018	↑ 2,45	↓ -1,91
CAC40	4 614	↑ 3,16	↓ -1,44
ATX	2 352	↑ 2,62	↓ -3,21
IBEX35	9 712	↑ 3,00	↓ -1,28
Nikkei 225	19 050	↑ 2,61	↓ -1,30
Hang Seng	21 720	↑ 2,09	↓ -0,39
SSEC	3 517	↑ 0,18	↑ 1,27
SENSEX	25 547	↑ 0,89	↓ -0,60
RTS	784	↑ 2,97	↑ 0,84
Bovespa	44 872	↑ 0,28	↑ 0,97

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,0927	↓ -0,58	↓ -0,74
EUR/CHF	1,0835	↑ 0,07	↓ -0,04
USD/GBP	1,5034	↓ -0,70	↓ -0,96
USD/JPY	121,81	↑ 0,13	↑ 0,32
AUD/USD	0,7196	↑ 0,07	↓ -0,43
USD/CAD	1,3743	↑ 0,11	↑ 1,24
USD/RUB	70,35	↑ 0,63	↑ 1,06

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	21,0	↓ -1,8	↑ 3,4
CDS 5Y PIIS	21	↑ 1,3	↑ 0,8
CDS 5Y Italy	86	↑ 2,6	↑ 3,5
CDS 5Y Belg.	87	↓ -0,1	↑ 0,3
iTraxx 5Y EU	25,0	↓ -5,4	↑ 6,9
US TED Spread	79,9	→ 0,0	↑ 5,8

Source: Reuters, OTP Research

Summary

- Tuesday's trading sentiment was positive on global stock markets.
- Reversing the recent days' slide, the Brent picked up yesterday.
- The USD advanced against the EUR.
- The Fed's two-day meeting will end today.

Europe's and America's markets saw sanguine investors yesterday. The DAX and the CAC40 added 3.1%, and the Stoxx600 upped 2.9%. The German Bund yield edged 1-2 basis points higher on the 2Y-10Y tenors. In the USA the S&P500 closed 1.1% higher, the NASDAQ100 rose by 0.6%, and the Russel2000 grew by 1.41%. US bond yields climbed 2-5 bps higher. On Tuesday a key supplier to Apple, Dialog Semiconductor, slashed its Q2 revenue forecast, citing the lower demand for its mobile division's products.

Asia's markets opened on a positive note this morning, with the Nikkei rallying 2.6%, the Hang Seng soaring 2.1%, and the SSEC gaining 0.2%.

The Brent jumped higher yesterday but today it opened slightly in the red. US oil inventories grew by 2.3 million barrels on the week ending 11 December, wrong-footing analysts who had expected a 2.3-million-barrel contraction. The merger of Baker Hughes and Halliburton (petroleum service providers) is postponed as more time is needed to address the concerns raised by antitrust authorities. Gold was up 0.4% this morning.

The USD appreciated 0.6% versus the EUR and gained 0.1% against the JPY yesterday.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,98	↑	2	↑	4
US 10Y	2,27	↑	5	↑	4
JP 2Y	-0,02	↑	0	↑	0
JP 10Y	0,30	↓	0	↓	-2
GER 2Y	-0,33	↑	1	↓	-3
GER 10Y	0,58	↑	2	↓	-2

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	↑	1	↑	4
US 2Y Swap	1,00	↓	0	↑	0
US 5Y Swap	1,62	↓	-1	↑	6
EUR 3M Euribor	-0,13	↓	0	↓	-2
EUR 2Y Swap	-0,07	↓	-4	↓	-1
EUR 5Y Swap	0,30	↑	5	↑	5
GB 3M Libor	0,00	↓	0	↑	1
GB 2Y Swap	1,02	↑	2	↓	-1
GB 5Y Swap	1,50	↑	5	↑	7
JP 3M Libor	0,00	↓	0	↓	0
JP 2Y Swap	0,09	→	0	↓	-1
JP 5Y Swap	0,15	↓	0	↓	-1
CHF 3M Libor	0,00	↓	0	↑	5
CHF 2Y Swap	-0,76	↑	1	↑	8
CHF 5Y Swap	0,00	↑	7	↑	53

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	38,2	↓	-0,73	↓	-4,84
Gold	1 064	↑	0,37	↓	-0,79

Source: Reuters, OTP Research

The ZEW economic index has beaten expectations. Matching forecasts, the consumer price index in the UK nudged 0.1% higher, and inflation in the USA stayed flat (seasonally adjusted), in line with predictions. The core price index rose by 0.2%. The New York Fed manufacturing sentiment index, at -4.6, overshot expectations.

A number of European countries will release manufacturing PMI, the UK will publish the rate of unemployment. Elsewhere, industrial production statistics and real property data are due out in the USA. But most importantly, the Fed's two-day rate-setting meeting will end today, deciding whether US interest rates will grow in December.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	DE	Dec	ZEW Economic Sentiment Index (points)	16,1	15,0	10,4
	GB	Nov	CPI (yoy, %)	0,1	0,1	-0,1
	US	Nov	CPI, SA (mom, %)	0,0	0,0	0,2
	US	Nov	Core CPI, SA (mom, %)	0,20	0,2	0,2
	US	Dec	New York Fed Manufacturing Index (points)	-4,60	-6,0	-10,7
Wednesday	SK	Nov	CPI (yoy, %)		-0,4	-0,6
	FR	Dec	Markit Manufacturing PMI (preliminary, point)		-	50,60
	FR	Dec	Markit Service PMI (preliminary, point)		-	51,0
	DE	Dec	Markit Manufacturing PMI (preliminary, point)		53,0	52,9
	DE	Dec	Markit Service PMI (preliminary, point)		55,5	55,6
	EZ	Dec	Markit Manufacturing PMI (preliminary, point)		52,8	52,8
	EZ	Dec	Markit Service PMI (preliminary, point)		54,1	54,2
	UK	Oct	Unemployment rate (%)		5,3	5,3
	CZ	Dec	Interest rate decision (%)		-	0,1
	US	Nov	Building permits (annualized monthly thousand)		1150,0	1161,0
	US	Nov	Housing starts number (annualized monthly, thousand)		1140,0	1060,0
	US	Nov	Industrial production (MoM, %)		-0,1	-0,2
	US	Dec	Markit Manufacturing BMI (preliminary, point)		52,7	52,8
	US	Dec	FOMC meeting		0,25-0,5	0-0,25

Source: Reuters, OTP Research

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