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## Daily Report – Global Markets



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 014	↓ -0,08	↓ -0,86
S&P500	1 852	↓ -0,07	↓ -2,67
Nasdaq100	3 948	↓ -0,32	↓ -5,85
Russell2000	964	↓ -0,56	↓ -4,59
Stoxx600	309	↓ -1,58	↓ -7,53
DAX	8 879	↓ -1,11	↓ -7,32
FTSE 100	5 632	↓ -1,00	↓ -4,89
CAC40	3 998	↓ -1,69	↓ -6,69
ATX	1 972	↓ -2,68	↓ -7,41
IBEX35	7 928	↓ -2,39	↓ -7,05
Nikkei 225	15 713	↓ -2,31	↓ -8,60
Hang Seng	19 288	→ 0,00	↑ 1,56
SSEC	2 763	→ 0,00	↑ 0,89
SENSEX	23 830	↓ -0,80	↓ -0,60
RTS	690	↓ -1,94	↓ -1,55
Bovespa	40 592	→ 0,00	↑ 5,17

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1291	↑ 0,85	↑ 1,59
EUR/CHF	1,0986	↓ -0,57	↓ -1,55
USD/GBP	1,4471	↑ 0,28	↓ -0,88
USD/JPY	114,88	↓ -0,19	↓ -2,54
AUD/USD	0,7085	↑ 0,23	↓ -1,14
USD/CAD	1,3887	↑ 0,17	↑ 0,78
USD/RUB	79,02	↓ -0,93	↑ 2,89

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	26,5	↑ 0,5	↑ 4,6
CDS 5Y PIIS	27	↑ 18,6	↑ 27,6
CDS 5Y Italy	130	↑ 15,1	↑ 26,6
CDS 5Y Belg.	128	↑ 2,5	↑ 3,6
iTraxx 5Y EU	32,7	↓ -2,0	↑ 21,3
US TED Spread	119,3	→ 0,0	↑ 3,7

Source: Reuters, OTP Research

**Summary**

- Negative sentiment ruled Europe's equity markets on Tuesday.
- The Brent crude fell more than 7% yesterday.
- The oversupply on oil market may persist this year, the IEA opines.

In Tuesday's unsupportive sentiment on Europe's stock markets, the Stoxx600 slipped 1.6%, the DAX shed 1.1%, the CAC40 sank 1.7%, and the FTSE100 closed 1% down. Unicredit's management board expressed full confidence in the current CEO Federico Ghizzoni, after the bank reported EUR 153 million profit in Q4, wrong-footing the forecast EUR 140 million loss. Despite the current market situation, the CEO does not think that meeting the targets in the bank's business plan is at risk.

US markets were less pessimistic, and the key indices almost worked off the morning's losses. The DJIA and the S&P500 edged 0.1% down, the NASDAQ100 dropped 0.3%, and the Russel2000 closed 0.6% lower. Coca-Cola's quarterly earnings were slightly better than expected. Its earnings per share came in at USD 0.38, a bit better than the predicted 0.37. The management forecasts 4-5% revenue growth and 6-8% stronger profit in 2016. The company's stock price was up 1.52% yesterday.

The Brent's price slumped more than 7% yesterday but it was seen rising 2% this morning. A report by the International Energy Agency concluded that the oil market was unlikely to stabilize anytime soon. The IEA does not find it very likely that OPEC and Russia will jointly hold back production. The Agency forecasts that OPEC's 50% market share, last seen in the 1970s, may return by 2030. The cheap oil prices slashed A.P. Moeller-Maersk's profit by 84% in 2015.

The EUR firmed 0.9% against the USD on Tuesday.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,70	↑	4	↓	-4
US 10Y	1,74	↓	-1	↓	-11
JP 2Y	-0,24	↓	-5	↓	-9
JP 10Y	-0,02	↓	-4	↓	-9
GER 2Y	-0,51	↓	-2	↓	-4
GER 10Y	0,20	↓	-9	↓	-13

**CENTRAL BANKS' RATES**

	Rate (%)		6M Consensus		1Y Consensus
Fed Funds	0,5	↑	0,75	↑	1,25
ECB Rate	0,05	→	0,05	→	0,05
BOE Rate	0,50	↑	0,75	↑	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	↑	0
US 2Y Swap	0,75	↑	1	↓	-3
US 5Y Swap	1,10	↓	-1	↓	-7
EUR 3M Euribor	-0,17	↓	0	↓	-1
EUR 2Y Swap	-0,17	↓	-1	↑	4
EUR 5Y Swap	0,04	↑	1	↑	1
GB 3M Libor	0,00	↓	0	↑	0
GB 2Y Swap	0,72	↓	-3	↓	-6
GB 5Y Swap	0,96	↓	-2	↓	-16
JP 3M Libor	0,00	↓	0	↓	-1
JP 2Y Swap	-0,14	↑	5	↓	-6
JP 5Y Swap	-0,14	↑	6	↓	-11
CHF 3M Libor	0,00	↑	0	↑	1
CHF 2Y Swap	-0,81	↓	-3	↓	-2
CHF 5Y Swap	-0,56	↑	1	↓	-5

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	30,9	↑	1,98	↓	-11,76
Gold	1 188	↓	-0,06	↑	3,95

Source: Reuters, OTP Research

Germany's industrial production figure missed expectations, while Britain's retail sales surpassed them. The rate of unemployment in Switzerland, at 3.4%, caused no surprise. The wholesale inventories and sales figures from the USA were underwhelming.

Only a handful of data will be out today, but the Fed chair's speech may be important. Furthermore, Britain and Italy will publish production statistics, and new information will be available on the US federal budget balance.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	DE	Dec	Industrial output (mom, %)	-1,2	0,4	-0,1
	GB	Jan	Retail sales (yoy, %)	3	1	0
	CH	Jan	Unemployment (adjusted, %)	3,4	3,4	3,4
	US	Dec	Wholesale inventories (mom, %)	-0,1	-0,2	-0,3
	US	Dec	Wholesale sales (mom, %)	-0,3	-0,4	-1,0
Wednesday	UK	Dec	Industrial output (mom, %)		-0,2	-0,7
	IT	Dec	Industrial output (mom, %)		0,3	-0,5
	US	Feb	Janet Yellen speech (House Financial Services Committee)	-	-	-
	US	Jan	Federal budget (billion dollar)			-14,0

Source: Reuters, OTP Research

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