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Daily Report – Global Markets



STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	16 196	↑ 1,39	↑ 1,14
S&P500	1 896	↑ 1,65	↑ 2,34
Nasdaq100	4 101	↑ 2,04	↑ 3,89
Russell2000	996	↑ 2,45	↑ 3,35
Stoxx600	320	↓ -0,43	↑ 3,55
DAX	9 135	↓ -0,78	↑ 2,88
FTSE 100	5 862	↑ 0,65	↑ 4,08
CAC40	4 111	↓ -0,11	↑ 2,83
ATX	2 085	↓ -0,69	↑ 5,71
IBEX35	8 138	↓ -0,51	↑ 2,65
Nikkei 225	15 836	↓ -1,36	↑ 0,78
Hang Seng	18 964	↓ -0,83	↓ -1,68
SSEC	2 867	↑ 1,08	↑ 3,76
SENSEX	23 090	↓ -0,44	↓ -0,60
RTS	709	↑ 0,19	↑ 2,64
Bovespa	40 948	↑ 2,13	↑ 0,88

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1141	↓ -0,11	↓ -1,05
EUR/CHF	1,1017	↑ 0,08	↑ 0,21
USD/GBP	1,4303	↓ -0,90	↓ -1,49
USD/JPY	113,48	↓ -0,51	↑ 0,14
AUD/USD	0,7090	↓ -0,25	↓ -0,07
USD/CAD	1,3883	↑ 0,17	↓ -0,29
USD/RUB	78,01	↑ 0,21	↓ -1,93

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	24,1	↓ -1,3	↓ -1,9
CDS 5Y PIIS	24	↓ -1,7	↑ 19,9
CDS 5Y Italy	142	↓ -6,1	↑ 5,2
CDS 5Y Belg.	130	↓ -0,8	↑ 5,1
iTraxx 5Y EU	36,5	↓ -0,7	↓ -6,0
US TED Spread	113,3	→ 0,0	↓ -1,3

Source: Reuters, OTP Research

Summary

- Tuesday's trading sentiment was rather mixed on global markets.
- Saudi Arabia, Russia, Qatar, and Venezuela agreed to freeze their petroleum production.
- The persistently low oil prices may noticeably dent business passenger turnover, Qatar Airways' head said.

Investor sentiment on Europe's stock markets was slightly negative yesterday. The Stoxx600 shed 0.4%, the DAX slipped 0.8%, the CAC40 edged down 0.1%, while the FTSE100 rose by 0.65%. Yields on the secondary market of 2Y and 10Y German government bonds inched down. The current low oil prices may meaningfully damage airline's profits in the long run as fewer passengers fly business class, Qatar Airways' head said yesterday. According to Reuters' sources, the profit of Raiffeisen's Russian subsidiary has tripled in 2015 from 2014, mostly owing to a one-off item, selling the local pension fund.

Unlike in Europe, trading in America was bright on Tuesday. The DJIA upped by 1.39%, the S&P500 gained 1.65%, the NASDAQ100 advanced 2%, and the Russel2000 rallied 2.5%. US government papers' yields barely changed yesterday.

Asia's markets opened on a sour note. The Nikkei was 1.4% down, the Hang Seng lost 0.8%, while the SSEC added 1.1% this morning.

The Brent extended yesterday's 1% loss by 0.5% this morning. Yesterday Saudi Arabia, Russia, Qatar and Venezuela agreed to freeze their production levels. Goldman Sachs does not think this announcement will have meaningful effect, because the oversupply may last long under the current output levels. Despite the announcement, Iran still insists that its objective is to regain its pre-sanctions market share.

The dollar gained 0.1% against the euro yesterday.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,73	→	0	↑	2
US 10Y	1,78	↑	1	↑	4
JP 2Y	-0,15	↓	-1	↑	9
JP 10Y	0,05	↓	-4	↑	7
GER 2Y	-0,51	↓	-1	→	0
GER 10Y	0,25	↓	-2	↑	5

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	0,74	↓	-3	↑	2
US 5Y Swap	1,08	↓	-5	↑	2
EUR 3M Euribor	-0,19	↓	0	↓	-2
EUR 2Y Swap	-0,17	↓	-1	↑	1
EUR 5Y Swap	0,05	↑	1	↑	2
GB 3M Libor	0,00	↑	0	↑	0
GB 2Y Swap	0,75	↓	0	↑	3
GB 5Y Swap	0,98	↓	-1	↑	2
JP 3M Libor	0,00	↑	1	↓	-1
JP 2Y Swap	-0,10	↑	0	↑	3
JP 5Y Swap	-0,05	↑	2	↑	8
CHF 3M Libor	0,00	↑	0	↓	-3
CHF 2Y Swap	-0,85	↓	-1	↓	-4
CHF 5Y Swap	-0,61	↓	-1	↓	-3

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	32,0	↓	-0,44	↑	3,89
Gold	1 210	↑	0,83	↑	1,07

Source: Reuters, OTP Research

Japan's machinery orders missed forecasts while China's yuan-denominated new loans have beaten expectations yesterday. The ZEW index, at 1 point, surpassed predictions but is well short of the previous reading. Matching expectations, the UK's consumer price index was 0.3% in January. The New York Fed manufacturing index was less than forecasted.

Today's important macroeconomic releases include exports and imports data from Japan, unemployment rate from the United Kingdom, as well as property market, industrial production statistics and the FOMC minutes from the USA.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	JP	Dec	Machinery orders (yoy, %)	-3,6	-3,1	1,2
	CN	Jan	New Yuan loans (CNY bn)	2510,0	1800,0	597,8
	DE	Feb	ZEW Economic Sentiment Index (points)	1,0	0,0	10,2
	GB	Jan	CPI (yoy, %)	0,3	0,3	0,2
	US	Feb	New York Fed Manufacturing Index (points)	-16,6	-10,0	-19,4
Wednesday	JP	Jan	Export (yoy, %)		-11,3	-8,0
	JP	Jan	Import (yoy, %)		-16,0	-18,0
	UK	Feb	ILO Unemployment rate (%)		5,0	5,1
	US	Jan	Housing starts (annualized monthly, thousands)		1 180,0	1149,0
	US	Jan	Building permits (annualized monthly, thousands)		1 200,0	1204,0
	US	Jan	Industrial production (mom, %)		0,3	-0,4
	US	Jan	FOMC Minutes from January			

Source: Reuters, OTP Research

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