



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 004	↑ 0,12	↑ 0,59
S&P500	2 092	↑ 0,00	↑ 0,52
Nasdaq100	4 474	↓ -1,47	↓ -1,52
Russell2000	1 147	↑ 0,96	↑ 0,65
Stoxx600	348	↓ -0,32	↑ 1,65
DAX	10 373	↓ -0,60	↑ 3,20
FTSE 100	6 310	↓ -1,11	↓ -0,53
CAC40	4 570	↓ -0,29	↑ 1,66
ATX	2 358	↑ 1,07	↑ 2,38
IBEX35	9 233	↑ 0,39	↑ 4,31
Nikkei 225	17 439	↓ -0,76	↑ 7,15
Hang Seng	21 353	↓ -0,53	↑ 0,90
SSEC	2 942	↓ -0,58	↓ -3,02
SENSEX	25 704	↓ -0,52	↓ -0,60
RTS	931	↑ 0,46	↑ 2,91
Bovespa	52 908	↓ -1,35	↑ 0,95

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1295	↓ -0,54	↑ 0,05
EUR/CHF	1,0980	↑ 0,53	↑ 0,78
USD/GBP	1,4331	↓ -0,42	↑ 0,97
USD/JPY	109,44	↓ -0,36	↑ 0,65
AUD/USD	0,7737	↓ -0,72	↑ 0,23
USD/CAD	1,2734	↑ 0,64	↓ -0,66
USD/RUB	66,79	↑ 2,57	↑ 0,57

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,2	↓ -0,7	↓ -0,4
CDS 5Y PIIS	13	↓ -2,6	↓ -4,2
CDS 5Y Italy	114	↓ -2,0	↓ -5,1
CDS 5Y Belg.	109	↑ 0,4	↑ 0,7
iTraxx 5Y EU	37,2	↑ 0,4	↓ -3,4
US TED Spread	68,3	⇒ 0,0	↓ -0,5

Source: Reuters, OTP Research

**Summary**

- Car manufacturing shares did not fare well on Europe's stock markets on Friday.
- America's major indices closed with slight gains on Friday, except for the NASDAQ100.
- Asia's stock markets closed a gloomy trading this morning.

Western Europe's stock markets ended Friday's trading in the red, except for the Austria, where the ATX gained 1.1%. Meanwhile the FTSE100 dropped 1.1%, the DAX dipped 0.6%, and the CAC40 shed 0.3%. In Germany, car makers were the weakest components, all reversing at least 1%. Daimler slid 5.1% after publishing disappointing figures in its Q1 earnings report on Friday morning; its operating profit fell 9%, despite the sales records hit in China. Somewhat belatedly, Volkswagen published its figures for 2015. Surprisingly, the management recommended dividend payment for ordinary shares (EUR 0.11) and preference shares (EUR 0.17). Volkswagen's detailed Q4 figures and Q1 preliminary data are yet to be published. On Friday CEO Matthias Müller said that the emission scandal's final costs would depend on the agreement with US authorities.

America's most important indices climbed somewhat higher, except for the NASDAQ100's 1.5% loss. Markets were largely driven by corporate earnings reports. The weakest name in the Dow (+0.1%) was Microsoft (-7.2%). The IT giant's figures missed expectations partly because the revenue from intelligent cloud computing services could not offset the decline in demand for PCs; the other factor denting its revenue was the firming US dollar. The company's revenue and operating cost rose by 2% and 1% respectively; its earnings per share amounted to USD 0.62. In the Q1 report of Google's parent company, Alphabet, the revenue jumped 17% higher and its earnings per share grew by 16%. Apparently, this disappointed investors as the stock price fell more than 5% in Friday's trading. The machinery manufacturer Caterpillar lowered its 2016 revenue and sales outlook, mostly because of the steadily low oil prices. In Q1 its revenue fell to USD 9.46 billion, down from USD 12.7 billion a year earlier, with the sharpest fall in Latin America. The news sent its stock price 0.4% down. McDonald's cheered investors by reporting 5.4% surge in revenue, USD 1.23 earnings per share, and USD 5.9 billion revenue.

Asia's stock markets closed a gloomy session this morning. The Hang Seng in Hong Kong shed 0.4%, Japan's Nikkei225 fell 0.9%, while China's Shanghai Composite was seen 0.3% lower.

**GOV'T BOND MARKET**

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,83	↑ 1	↑ 11
US 10Y	1,89	↑ 2	↑ 17
JP 2Y	-0,28	↓ -2	↓ -3
JP 10Y	-0,11	↓ 0	↑ 0
GER 2Y	-0,48	↑ 2	↑ 2
GER 10Y	0,22	↑ 5	↑ 5

**CENTRAL BANKS' RATES**

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,5	↑ 0,75	↑ 1,25
ECB Rate	0,00	↑ 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	0,64	↑ 0	↑ 1
US 2Y Swap	0,91	↓ -2	↑ 6
US 5Y Swap	1,29	↑ 2	↑ 13
EUR 3M Euribor	-0,25	⇒ 0	⇒ 0
EUR 2Y Swap	-0,17	↓ -1	↑ 1
EUR 5Y Swap	0,03	↓ 0	↑ 2
GB 3M Libor	0,59	↓ 0	↓ 0
GB 2Y Swap	0,86	↑ 1	↓ -6
GB 5Y Swap	1,13	↑ 2	↑ 14
JP 3M Libor	-0,04	↓ 0	↓ -1
JP 2Y Swap	-0,19	↓ 0	↓ -6
JP 5Y Swap	-0,12	↑ 1	↓ -2
CHF 3M Libor	-0,72	↑ 0	↑ 0
CHF 2Y Swap	-0,76	↓ -3	↑ 3
CHF 5Y Swap	-0,58	↓ -1	↑ 1

**COMMODITIES**

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	44,5	↓ -1,33	↑ 3,73
Gold	1 234	↑ 0,20	↑ 0,26

Source: Reuters, OTP Research

The dollar performed well versus the euro throughout Friday, gaining 0.5% by the end of the day. The USD/JPY followed a similar path, rising 2% since the previous day. This morning the USD opened on a weaker note against the EUR and the JPY.

The Brent crude's price went up 0.9%, to close above 45 USD/barrel. The WTI oil added 0.7%, to end the week at 43.7 USD/barrel.

Friday's release on European manufacturing purchasing managers' indices somewhat missed analysts' expectations and point to weaker growth prospects. That said, the indices are above the 50 mark, signifying growth, except for the French one, which has been contracting for the second month.

The Eurogroup's Friday summit made headway in reviewing the loan programme offered to Greece. An agreement can be reached soon, the Group's Chair, Jeroen Dijsselbloem said after the meeting.

Today Germany will publish the April reading of the Ifo business climate index, and the United States will release the March reading of new home sales.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Friday	DE	Apr	Markit Manufacturing PMI (flash, point)	51,9	51,0	50,7
	DE	Apr	Markit Service PMI (flash, point)	54,6	55,2	55,1
	FR	Apr	Markit Manufacturing PMI (flash, point)	48,3	49,8	49,6
	FR	Apr	Markit Service PMI (flash, point)	50,8	50,2	49,9
	EZ	Apr	Markit Manufacturing PMI (flash, point)	51,5	51,8	51,6
	EZ	Apr	Markit Service PMI (flash, point)	53,2	53,3	53,1
	US	Apr	Markit Manufacturing PMI (flash, point)	50,8	52,0	51,5
	EZ	Apr	Eurogroup meeting	-	-	-
	EZ	Apr	ECOFIN meeting	-	-	-
Monday	DE	Apr	Ifo Business Climate index (point)		107,0	106,7
	US	Mar	New Home Sales (annualized, monthly, thousands)		527,0	512,0

Source: Reuters, OTP Research

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