

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 928	↑ 1,26	↑ 1,00
S&P500	2 084	↑ 1,25	↑ 1,02
Nasdaq100	4 402	↑ 1,40	↑ 1,40
Russell2000	1 129	↑ 0,95	↑ 1,41
Stoxx600	336	↑ 0,91	↑ 0,20
DAX	10 045	↑ 0,65	↑ 1,20
FTSE 100	6 157	↑ 0,68	↓ -0,47
CAC40	4 338	↑ 0,36	↓ -0,77
ATX	2 229	↑ 0,56	↓ -1,99
IBEX35	8 775	↑ 1,32	↑ 0,12
Nikkei 225	16 579	↑ 0,08	↑ 2,67
Hang Seng	20 085	↓ -0,78	↓ -2,15
SSEC	2 846	↑ 0,46	↓ -4,87
SENSEX	25 722	↓ -0,19	↓ -0,60
RTS	897	↓ -1,63	↓ -5,68
Bovespa	53 071	↑ 4,08	↑ 1,55

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1368	↓ -0,11	↓ -0,84
EUR/CHF	1,1097	↑ 0,42	↑ 0,75
USD/GBP	1,4440	↑ 0,24	↓ -0,35
USD/JPY	108,61	↓ -0,59	↑ 1,50
AUD/USD	0,7368	↑ 0,08	↓ -1,18
USD/CAD	1,2890	↓ -0,15	↑ 0,18
USD/RUB	66,11	↓ -0,09	↓ -0,77

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,6	↓ -0,9	↓ -2,0
CDS 5Y PIIS	14	↓ -2,2	↑ 1,0
CDS 5Y Italy	114	↓ -2,1	↑ 1,2
CDS 5Y Belg.	109	↓ -0,5	↑ 0,3
iTraxx 5Y EU	38,0	↓ -2,0	↑ 0,4
US TED Spread	76,0	→ 0,0	↓ -4,5

Source: Reuters, OTP Research

Summary

- Better than expected job openings data brought back optimism to US stock markets with the Dow and the S&P gaining 1.3%.
- European stock indices also closed higher with Stoxx600 having an impressive near 1% gain.
- Weakening yen helped stocks in Japan, Nikkei opened with a 2% gain but it vanished by the closing.

Western European stocks strengthened further on Tuesday, a new data from China helped the rebound again. China car sales increased in April improving growth outlook for the European automotive industry. Volkswagen added 4.1% while Peugeot Citroen rose 3.8%, as DAX-member BMW, Daimler and Continental also gained. Banks also gained momentum as Credit Suisse rallied 5% after posting smaller-than-forecast loss, while Greek lenders profited from optimistic outlook on the imminent agreement between the country and creditors. ING Groep's earnings also beat estimates, the shares gained 2.7%. Danish jeweller Pandora jumped 11% after raising its full-year profit forecast. Stoxx600 has been rising for 2nd day, it added 0.9% at the close of trading on Tuesday. Nokia fell by more than 7%, the company's revenues missed analysts' estimates, while the purchase of Alcatel-Lucent heavily weighed on the company's profitability resulting in a net loss. Some very important earnings reports are due today, in Germany the Deutsche Post AG, E.On, construction group Hochtief, wholesaler Metro and tour-operator TUI are expected to publish Q1 results.

Investors' optimism overweighed the past days' fears for global growth on Tuesday with both the Dow Jones Industrial Average and the S&P500 having increased by 1.3%. Energy stocks, industrials and materials led gains among S&P main sectors, while financial and technology stocks also overperformed the benchmark. Better than forecast job openings data published yesterday also had a positive effect on investors' sentiment while commodity market movements supported the strengthening of stock markets in the segment of commodity-sensitive companies. Caterpillar was the second best in the Dow with rising 2.4% after the worst performance on Monday. Freeport-McMoRan rose 3.2% after an 11% slide the day before. Financial companies also recovered from Monday's losses, Goldman Sachs climbed 2.5% (the winner among Dow-companies), JP Morgan Chase increased 1.4% and Bank of America rose 2.2%. Amazon contributed to the yesterday's rally with 3.4% gain after Sanford C. Bernstein & Co. lifted its price target to \$1,000 from previous \$770 citing expectations profit margins are likely to expand faster in the next two years. Among the technology stocks Microsoft led the gains adding 1.9%, while IBM increased 1.8%. In the internet information provider segment, Google parent Alphabet added 1.4% and Facebook rose 1.1%. Gap Inc. was the biggest loser in the S&P 500, falling almost 12 percent after the apparel chain posted disappointing results. Fellow retailer, Macy's is scheduled to report results today after losing 2.0% in Tuesday's trade.

Asian stock markets advanced in the opening with impressive gains in Japan, as stock markets rally there on weaker yen. By the closing bell Nikkei lost momentum and closed with modest 0.1% gain. Other markets in Asia closed a mixed trade.

Brent rose 4.5% on Tuesday, while WTI crude increased by 2.9% climbing back to last Friday's level.

In the currency market, dollar rose 0,1% against the euro and weakened 0.2% against the British pound. The Japanese yen weakened near 1% against the US dollar.

Source: Reuters, OTP Research

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,73	↑	1	↓	-4
US 10Y	1,77	↑	1	↓	-4
JP 2Y	-0,24	↓	0	↓	-24
JP 10Y	-0,11	↓	0	↓	-11
GER 2Y	-0,51	↓	-1	↓	-3
GER 10Y	0,13	↓	-4	↓	-14

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	0,00	⇒	0	↑	63
US 2Y Swap	0,83	↓	-1	↓	-4
US 5Y Swap	1,14	↑	0	↓	-5
EUR 3M Euribor	-0,26	↓	0	↓	-1
EUR 2Y Swap	-0,17	↓	0	↓	0
EUR 5Y Swap	-0,01	↑	0	↓	-4
GB 3M Libor	0,00	↓	0	↑	59
GB 2Y Swap	0,75	↑	0	↓	-2
GB 5Y Swap	0,98	↑	0	↓	-9
JP 3M Libor	0,00	↓	0	↓	-2
JP 2Y Swap	-0,15	↓	0	↓	-2
JP 5Y Swap	-0,11	↓	0	↓	-2
CHF 3M Libor	0,00	⇒	0	↓	-73
CHF 2Y Swap	-0,71	↑	2	↓	-3
CHF 5Y Swap	0,00	↑	0	↓	-3

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	45,4	↓	-0,22	↑	1,79
Gold	1 273	↑	0,57	↓	-0,46

Germany published an important gauge yesterday: the decline in the industrial output in March has exceeded even the modest forecasts. According to the German economy ministry's data, industrial production shrank by 1.3% in March. This is the weakest figure in the past 12 months.

The month/month reading of wholesale inventories in March was due out in the United States on Tuesday. As it was expected, it increased by 0.1% mom. Job openings data was a big surprise as new vacancies increased by 5.8 million in March compared to the 5.4 million forecast. It's even a bigger surprise that February data were revise upwards to 5.8 million from previous 5.4 million.

Manufacturing and industrial production statistics in the UK are due out today, while data on weekly oil stocks and April federal budget balance in the US will emerge.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Tuesday	DE	Mar	Industrial output (mom, %)	-1,3	-0,2	-0,5
	DE	Mar	Export (mom, %)	1,9	0,0	1,3
	US	Mar	JOLTs job openings (million)	5,8	5,4	5,6
	US	Mar	Wholesale Inventories (mom, %)	0,1	0,1	-0,6
Wednesday	CN	Apr	Outstanding loan growth (yoy, %)		14,8	14,7
	CN	Apr	New yuan loans (CNYbn)		900,0	1370,0
	JP	Mar	Leading economic index, preliminary (points)	98,4	96,4	96,8
	UK	Mar	Manufacturing production (yoy, %)		-1,9	-1,8
	UK	Mar	Industrial production (yoy, %)		-0,4	-0,5
	US	weekly	Crude oil stocks change (million barrels)		0,5	2784,0
US	Apr	Federal budget balance (USDbn)		112,0	-108,0	

Source: Reuters, OTP Research

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