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Daily Report – Global Markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 852	↑ 0,82	↑ 1,85
S&P500	2 091	↑ 0,70	↑ 2,10
Nasdaq100	4 476	↑ 0,72	↑ 3,19
Russell2000	1 141	↑ 0,50	↑ 4,23
Stoxx600	349	↑ 1,29	↑ 3,25
DAX	10 205	↑ 1,47	↑ 2,63
FTSE 100	6 263	↑ 0,70	↑ 1,57
CAC40	4 482	↑ 1,13	↑ 3,76
ATX	2 273	↑ 1,44	↑ 2,77
IBEX35	9 125	↑ 2,32	↑ 3,99
Nikkei 225	16 828	↑ 0,42	↑ 1,10
Hang Seng	20 314	↓ -0,27	↑ 3,15
SSEC	2 790	↓ -0,90	↓ -0,61
SENSEX	26 044	↑ 0,63	↓ -0,60
RTS	908	↑ 1,85	↓ -2,03
Bovespa	49 483	↑ 0,28	↓ -2,13

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1153	↑ 0,12	↓ -0,15
EUR/CHF	1,1053	↓ -0,10	↓ -0,32
USD/GBP	1,4694	↑ 0,44	↑ 0,60
USD/JPY	109,69	↓ -0,44	↓ -0,24
AUD/USD	0,7210	↑ 0,17	↓ -0,21
USD/CAD	1,2979	↓ -0,30	↓ -0,86
USD/RUB	65,42	↑ 0,02	↓ -1,94

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,9	↓ -0,5	↓ -2,1
CDS 5Y PIIS	14	↓ -0,3	↓ -0,5
CDS 5Y Italy	114	↑ 0,0	↑ 0,0
CDS 5Y Belg.	111	↑ 0,0	↓ -0,8
iTraxx 5Y EU	36,9	↓ -3,3	↓ -3,0
US TED Spread	74,8	⇒ 0,0	↓ -1,0

Source: Reuters, OTP Research

Summary

- The sentiment in Wednesday's trading was fairly positive on both sides of the Atlantic.
- Asia's indices ended mixed.
- The Brent went beyond 50 USD/barrel.

Wednesday's trading was fairly optimistic on Europe's stock markets. The Stoxx600 upped 1.3%, the DAX added 1.5%, the FTSE100 rose by 0.7%, and the CAC40 advanced 1.1%, closing at a four-week high. Possibly helped by favourable news on resolving Greece's debt, the financial sector was the winner of the day, surging 3.6%, mostly driven by the gains of the EZ periphery countries' financial institutions. Caixabank, Banco Popular and Santander soared 5.8%-7.3%, and Deutsche Bank closed 3.4% higher. With crude prices creeping higher, the energy companies fared well. The sector index advanced 2.5%; British Petrol and Royal Dutch Shell gained 2.3% each. In other corporate names, Marks & Spencer nose-dived 10.2%, after announcing that the planned restructuring may dent profits more than had been expected.

America's benchmark indices did well too. The Dow increased by 0.8%, the S&P500 and the NASDAQ100 upped 0.7% each, and the Russell2000 grew by 0.5%. The energy sector fared well in America too: the sector index ended with 1.5% gain. Another winner of the day was the financial sector, which upped 1%. In big bank names, Bank of America, JP Morgan, and Citigroup all advanced more than 1.5%. Individual corporate reports also affected stock markets. Hewlett Packard's announcement of plans to merge its anaemic IT arm with Computer Sciences triggered a 42% rally in the latter and sent HP's stock price 6.8% higher. Alibaba dived 6.8% following an inspection by US federal authorities to find out whether its accounting practice violates the effective laws.

Asia's markets closed mixed this morning: the Hang Seng and the SSEC shed 0.3% and 0.9% respectively, while the SENSEX rose by 0.6% and the Nikkei225 climbed 0.4% higher.

The US dollar weakened 0.12% against the EUR and 0.44% versus the JPY.

The Brent oil's price grew by 1.8%, surpassing the 50-dollar mark.

GOV'T BOND MARKET

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,92	↑	0	↑	2
US 10Y	1,86	↑	0	↑	1
JP 2Y	-0,23	↓	0	↑	0
JP 10Y	-0,09	↑	1	↓	0
GER 2Y	-0,51	↓	0	↑	0
GER 10Y	0,18	↑	1	↑	3

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	↑	4
US 2Y Swap	1,02	↓	-1	↑	2
US 5Y Swap	1,33	↓	-2	↑	3
EUR 3M Euribor	-0,26	→	0	↓	0
EUR 2Y Swap	-0,17	↓	-2	↓	-1
EUR 5Y Swap	0,01	↑	0	↑	0
GB 3M Libor	0,00	↑	0	↑	0
GB 2Y Swap	0,85	↓	0	↓	-2
GB 5Y Swap	1,11	↑	0	↑	8
JP 3M Libor	0,00	→	0	↑	0
JP 2Y Swap	-0,14	↓	0	↓	-2
JP 5Y Swap	-0,11	↓	-1	↓	-2
CHF 3M Libor	0,00	↑	0	↑	0
CHF 2Y Swap	-0,67	↑	0	↑	8
CHF 5Y Swap	0,00	↓	0	↑	6

COMMODITIES

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	50,1	↑	0,68	↑	2,60
Gold	1 229	↑	0,46	↓	-1,96

Source: Reuters, OTP Research

In April 1,130,000 building permits were issued in the USA, more than in the previous month (1,160,000). The preliminary reading of Markit's service sector PMI for America was 51.2 in May, 1.6 down from the previous month.

Today Germany is to release retail sales statistics for April, and the UK will publish the second estimate on Q1 GDP.

	COUNTRY	DATE	INDICATOR	FACT	CONSENSUS	PREVIOUS
Wednesday	DE	May	Ifo Business Climate (point)	107,7	106,8	106,6
	US	Apr	Building Permits (annualized, '000)	1 130,0	-	1 116,0
	US	May	Markit services PMI (flash, points)	51,2	-	52,8
Thursday	DE	Apr	Retail sales (mom, points)		0,5	-1,1
	UK	Q1	GDP (yoy, %)		2	2
	UK	Q1	GDP (qoq, %)		0,4	0,4
	US	Apr	Durable goods (mom, %)		0,8	1
	US	Apr	Pending home sales (mom, %)		0,6	1,4

Source: Reuters, OTP Research

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