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Daily Report – Global Markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 807	↓ -0,18	↓ -0,37
S&P500	2 099	↓ -0,29	↑ 0,00
Nasdaq100	4 510	↓ -0,48	↓ -0,06
Russell2000	1 164	↓ -0,55	↑ 1,19
Stoxx600	341	↓ -0,89	↓ -2,39
DAX	10 103	↓ -1,03	↓ -1,78
FTSE 100	6 210	↑ 0,39	↓ -0,98
CAC40	4 422	↓ -0,99	↓ -2,06
ATX	2 216	↓ -0,71	↓ -2,11
IBEX35	8 802	↓ -1,74	↓ -3,36
Nikkei 225	16 580	↓ -0,37	↓ -1,51
Hang Seng	20 906	↓ -0,20	↑ 1,34
SSEC	2 929	↓ -0,33	↑ 3,78
SENSEX	26 826	↓ -0,06	↓ -0,60
RTS	903	↑ 1,89	↓ -1,62
Bovespa	50 619	↑ 1,47	↑ 3,20

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1365	↑ 1,90	↑ 1,77
EUR/CHF	1,1086	↑ 0,41	↑ 0,26
USD/GBP	1,4519	↑ 0,67	↓ -0,81
USD/JPY	106,96	↑ 0,42	↓ -3,74
AUD/USD	0,7329	↓ -0,48	↑ 2,09
USD/CAD	1,2973	↑ 0,32	↓ -0,57
USD/RUB	65,73	↑ 0,19	↓ -0,01

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,5	↓ -0,2	↑ 0,0
CDS 5Y PIIS	13	↑ 1,4	↑ 2,7
CDS 5Y Italy	115	↑ 0,8	↑ 2,9
CDS 5Y Belg.	111	↓ -0,1	↑ 0,0
iTraxx 5Y EU	37,0	↑ 1,4	↑ 5,2
US TED Spread	75,8	→ 0,0	↑ 1,4

Source: Reuters, OTP Research

Summary

- Investor sentiment was negative on Friday.
- US non-farm payrolls grew by 38,000 only.
- The USD lost almost 2% versus the EUR owing to the weak job market data.

The weaker-than-expected US job market data left their mark on Friday's trading sentiment. Non-farm payrolls grew by 38,000 only, whereas economists expected 170,000. In Europe, the Stoxx600 sank 0.9%, the DAX and the CAC40 dropped 1% each, while the FTSE100 advanced 0.4%. In the USA, the S&P500 slipped 0.3%, the NASDAQ100 fell 0.5%, and the Russell2000 dipped 0.6%.

Jamie Dimon, the head of JP Morgan informed workforce that Brexit would lead to fewer jobs in Britain and more in Europe for the bank. The five US-based banks employ a total of 40,000 people in Britain. Elsewhere, Norway is planning to ban diesel and petrol cars from 2025.

Asia's markets opened gloomily today. The Nikkei dipped 0.4% and the Hang Seng sank 0.2%.

The USD lost almost 2% versus the EUR owing to the weak labour market data.

In Monday's trading the Brent climbed 0.6% higher, possibly driven by reports on the faster-than-expected fall in supply. Ali Majed Al Mansoori, Abu Dhabi's Economy Development Minister said that global oversupply sank to 1.2 million barrels, down from 1.5 million.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,79	↓ -11	↓ -9
US 10Y	1,70	↓ -10	↓ -13
JP 2Y	-0,25	↓ -1	↓ -1
JP 10Y	-0,12	↓ -2	↓ -1
GER 2Y	-0,52	↓ -1	↑ 1
GER 10Y	0,12	↓ -2	↓ -2

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	0,68	↓ 0	↑ 1
US 2Y Swap	0,92	↑ 2	↓ -7
US 5Y Swap	1,19	↑ 1	↓ -13
EUR 3M Euribor	-0,26	↑ 0	↓ 0
EUR 2Y Swap	-0,18	↓ -1	↓ -2
EUR 5Y Swap	-0,03	↓ -2	↓ -4
GB 3M Libor	0,59	↓ 0	↓ 0
GB 2Y Swap	0,73	↓ -4	↓ -1
GB 5Y Swap	0,94	↓ -6	↓ -16
JP 3M Libor	-0,03	↓ 0	↓ -1
JP 2Y Swap	-0,15	↓ 0	↓ -1
JP 5Y Swap	-0,13	↓ 0	↓ -3
CHF 3M Libor	-0,74	→ 0	↓ 0
CHF 2Y Swap	-0,71	↓ -2	↓ -3
CHF 5Y Swap	-0,59	↓ -2	↓ -4

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	49,9	↑ 0,58	↑ 0,34
Gold	1 241	↓ -0,22	↑ 3,00

Source: Reuters, OTP Research

Missing expectations, the eurozone's retail sales turnover stayed flat from the previous month. US job market data came in worse than expected. Non-farm payrolls grew by 38,000 only, substantially short of the projected 170,000 increase. Despite the poor non-farm payrolls data, the unemployment rate fell to 4.7%, but this is because the sources of the two figures are different.

Few figures will be out today; the most important of them are industrial orders data and Janet Yellen's speech. The latter will be particularly interesting because of the disappointing labour market statistics. In recent weeks, a number of decision-makers hinted that interest rates may be increased in June, but given that the Fed's interest rate path depends on data, the respective elements of her speech may be important.

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Friday	EZ	Apr	Retail sales (mom, %)	0,0	0,2	-0,5
	US	Apr	International Trade (monthly, bn USD)	-37,4	-43,0	-40,4
	US	May	Average Earnings (yoy, %)	2,5	2,4	2,5
	US	May	Average Earnings (mom, %)	0,2	0,2	0,3
	US	May	Unemployment rate (%)	4,7	5	5
	US	May	Non-Farm Payrolls (mom, thousands)	38,0	170,0	160,0
	US	Apr	Factory Orders (mom, %)	1,9	0,6	1,5
	Monday	áp.	Aug	Industrial orders (mom, %)		-0,6
jún.		Dec	Sentex Investor Confidence (point)		7,0	6,2
jún.		Sep	Janet Yellen's Speech (World Affairs Council of Philadelphia's)			

Source: Reuters, OTP Research

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