



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 805	↑ 0,73	↑ 0,41
S&P500	2 083	↑ 0,58	↑ 0,20
Nasdaq100	4 400	↑ 0,59	↓ -0,51
Russell2000	1 158	↑ 1,14	↑ 0,86
Stoxx600	338	↑ 3,65	↑ 3,33
DAX	9 962	↑ 3,43	↑ 3,15
FTSE 100	6 204	↑ 3,04	↑ 2,63
CAC40	4 341	↑ 3,50	↑ 2,69
ATX	2 193	↑ 2,48	↑ 2,55
IBEX35	8 647	↑ 3,41	↑ 4,13
Nikkei 225	16 169	↑ 1,28	↑ 0,94
Hang Seng	20 664	↑ 0,75	↑ 1,36
SSEC	2 887	↓ -0,05	↑ 1,59
SENSEX	26 843	↓ -0,09	↓ -0,60
RTS	935	↑ 2,72	↑ 1,12
Bovespa	50 329	↑ 1,61	↑ 1,35

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1310	↑ 0,32	↑ 1,12
EUR/CHF	1,0881	↑ 0,55	↑ 0,81
USD/GBP	1,4694	↑ 2,35	↑ 4,11
USD/JPY	104,38	↑ 0,44	↓ -1,62
AUD/USD	0,7476	↑ 0,25	↑ 1,63
USD/CAD	1,2788	↓ -0,12	↓ -0,64
USD/RUB	64,08	↓ -0,19	↓ -3,00

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	18,4	↓ -1,0	↓ -2,6
CDS 5Y PIIS	18	↓ -5,3	↑ 6,0
CDS 5Y Italy	126	↓ -7,1	↑ 0,5
CDS 5Y Belg.	118	↓ -0,7	↑ 0,8
iTraxx 5Y EU	37,4	↓ -7,0	↓ -3,8
US TED Spread	77,6	⇒ 0,0	↓ -1,1

Source: Reuters, OTP Research

**Summary**

- The easing of Brexit fears sent Western Europe's stock markets soaring and the sterling appreciating; the most recent polls saw the Remain camp leading.
- US markets posted more modest gains than Europe, the consumer discretionaries sector came to the fore.
- Asia's stock markets opened strongly and preserved most of the gains.
- The leaders of the Fed and the ECB will make speeches today.

The weekend's opinion polls on the EU referendum in Britain suggested the Remain camp's majority, easing fears that the country may leave the EU. Accordingly, Western Europe's stock indices soared yesterday: the Stoxx600 jumped 3.7% higher, and all indices in Western Europe closed in positive territory; the FTSE rallied 3%, the CAC40 surged 3.5%, the DAX advanced 3.4%, and the sterling appreciated. All of the Stoxx600's sector indices closed in positive territory, headed by travel and leisure companies (+5.4%), financial service providers (5.3%), car manufacturers and banks (4.6% each). Unicredit bank, which is looking for a new leader, grew by 3.4%. Volkswagen shot up 5.1%, following news on the submission of a 10-billion-dollar plan to repair or recall the 500,000 cars affected by the diesel scandal in the USA. The share price of Adidas increased 4%, benefiting from news on a four-year sponsorship agreement with Germany's national football team. Ahead of Thursday's referendum in the UK, volatility is likely to increase on Western Europe's equity markets.

The easing of Brexit fears benefited American markets too: the S&P and the Dow both closed 0.6-0.7% higher, while the Russell2000 gained more than 1%. Apart from utilities, all of the S&P's sectors rose yesterday, largely driven by financial service providers, industry, and consumer discretionaries. Consumer staples were fuelled by car manufacturing suppliers, travel companies, and hotels. Among industrial companies, Boeing ascended 2.3% in Monday's trading; the aircraft manufacturer is in advanced talks with Russia's AirBridgeCargo and its parent company, the Volga-Dnepr Group about a four-billion-dollar order for ten 747 Boeing freighters. Boeing's share price may also have benefited from the one-billion-dollar order by FedEx. Other outperformers in this segment were 3M (+1.4%) and Honeywell (+1.0%). The energy sector also excelled on Monday; as the likelihood of Brexit declined, crude prices went higher (the WTI and the Brent jumped 2.5% each yesterday), helping oil companies: Marathon Oil skyrocketed 10%, Devon Energy Corp upped nearly 4%, and Chevron added 1%.

Asia's stock markets opened on a strong note but erased some of the gains by the end of trading. Yet the Nikkei closed 1.3% higher, and the Hang Seng climbed 0.8%. The Shanghai Composite inched 0.1% down.

The Brent crude's price exceeded USD 50 for the first time in a week.

On currency markets, the GBP firmed 2.4% against the USD yesterday, while the JPY retreated.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,74	↑	1	↑	2
US 10Y	1,67	↑	1	↑	6
JP 2Y	-0,24	↑	0	↑	3
JP 10Y	-0,14	↑	0	↑	3
GER 2Y	-0,59	↓	0	↓	-5
GER 10Y	0,04	↑	4	↑	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	↓	-1
US 2Y Swap	0,87	↓	-1	↑	2
US 5Y Swap	1,12	↓	-3	↑	2
EUR 3M Euribor	-0,27	↓	0	↓	0
EUR 2Y Swap	-0,20	↓	-1	↓	-3
EUR 5Y Swap	-0,07	↓	0	↓	-2
GB 3M Libor	0,00	↑	1	↑	0
GB 2Y Swap	0,80	↑	8	↑	2
GB 5Y Swap	0,97	↑	11	↑	7
JP 3M Libor	0,00	↑	0	↑	1
JP 2Y Swap	-0,14	↑	1	↑	2
JP 5Y Swap	-0,13	↑	1	↑	4
CHF 3M Libor	0,00	→	0	↓	-2
CHF 2Y Swap	-0,79	↑	4	↑	2
CHF 5Y Swap	-0,69	↑	5	↑	0

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	50,2	↓	-0,89	↑	0,74
Gold	1 283	↓	-0,49	↓	-0,16

Source: Reuters, OTP Research

Today's most important macroeconomic publication will be the ZEW investor sentiment index. The market consensus expects it to have fallen by June both in the eurozone and in Germany, reflecting the Brexit fears. Today's speeches of Fed Chair Janet Yellen and ECB president Mario Draghi may provide guidance for markets.

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Monday			no data	-	-	-
Tuesday	DE	Jun	ZEW Economic Sentiment (points)	-	4,7	6,4
	EZ		Mario Draghi's speech in Brussels	-	-	-
	US		Fed's Yellen's Testimony	-	-	-

Source: Reuters, OTP Research

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