



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	17 949	↑ 0,11	↑ 3,15
S&P500	2 103	↑ 0,19	↑ 3,22
Nasdaq100	4 437	↑ 0,45	↑ 3,54
Russell2000	1 157	↑ 0,42	↑ 6,16
Stoxx600	332	↑ 0,72	↑ 3,19
DAX	9 776	↑ 0,99	↑ 2,29
FTSE 100	6 578	↑ 1,13	↑ 7,15
CAC40	4 274	↑ 0,86	↑ 4,07
ATX	2 104	↑ 0,39	↑ 0,96
IBEX35	8 269	↑ 1,29	↑ 6,18
Nikkei 225	15 776	↑ 0,60	↑ 5,51
Hang Seng	21 118	↑ 1,55	↑ 4,40
SSEC	2 991	↑ 2,01	↑ 3,30
SENSEX	27 358	↑ 0,79	↓ -0,60
RTS	933	↑ 0,27	↑ 2,28
Bovespa	52 233	↑ 1,37	↑ 4,25

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1135	↑ 0,28	↑ 1,06
EUR/CHF	1,0835	↓ -0,02	↑ 0,58
USD/GBP	1,3261	↓ -0,34	↑ 0,33
USD/JPY	102,61	↑ 0,10	↑ 0,61
AUD/USD	0,7515	↑ 0,29	↑ 2,64
USD/CAD	1,2879	↓ -0,28	↓ -1,47
USD/RUB	63,78	↓ -0,02	↓ -2,33

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	14,8	↓ -0,9	↓ -11,0
CDS 5Y PIIS	15	↓ -20,9	↑ 10,0
CDS 5Y Italy	135	↓ -4,6	↑ 7,2
CDS 5Y Belg.	123	↓ -0,2	↑ 5,1
iTraxx 5Y EU	41,7	↓ -4,7	↓ -14,9
US TED Spread	78,7	⇒ 0,0	↑ 1,4

Source: Reuters, OTP Research

**Summary**

- Friday's trading sentiment was positive on global markets.
- The GBP may depreciate by 6% by end-2016 vs the USD, a Bloomberg poll found.
- The BoE hinted at fresh stimulus measures.

Trading sentiment on global markets was slightly positive on Friday on both sides of the Atlantic. In Europe, the Stoxx600 upped 0.7%, the DAX gained 1%, the CAC40 advanced 0.9%, and the FTSE100 grew by 1.1%. On US stock markets, the S&P500 nudged 0.2% higher, the NASDAQ100 increased by 0.5%, and the Russell2000 ended 0.4% higher on Friday.

To offset the post-referendum money market indecision and its likely negative consequences, the Bank of England is to ease capital requirements in 2017 for Britain's banks. In the original plans, the countercyclical buffer requirement would have increased from 0% to 0.5%, starting from March 2017. The governor of France's central bank, member of the ECB's governing council, said Britain's economy was facing the risk of recession and inflation, thus its economic and monetary policies need to balance between these two challenges. A Bloomberg poll estimates that the GBP may lose further 6% by the end of this year versus the USD, possibly hitting a 30-year low.

Asia's stocks opened with gains today. The Nikkei was up 0.6%, the Hang Seng added 1.6%, and the SSEC closed 2% higher. In a Bloomberg survey on China's banking system, 60% of respondents expect that a number of Chinese banks will need to be saved in less than two years, at an estimated cost of at least USD 500 billion. Analysts opine that the news of bank rescue may put China's stock markets under heavy pressure, and the country may finance the recapitalization from its currency reserves, through the sale of public assets, via bond issue, or by printing money.

This morning oil prices opened 0.7% higher. This brings its total growth to 7.5% on the week following the Brexit vote.

The dollar lost 0.3% to the EUR and 0.7% versus the JPY, but it gained 0.3% against the GBP.

**GOV'T BOND MARKET**

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,59	→ 0	↓ -1
US 10Y	1,47	→ 0	↓ -4
JP 2Y	-0,34	↓ -4	↓ -5
JP 10Y	-0,26	↓ -4	↓ -8
GER 2Y	-0,63	↑ 2	↑ 9
GER 10Y	-0,08	↑ 3	↑ 7

**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	0,65	↑ 1	↑ 1
US 2Y Swap	0,75	↑ 2	↑ 5
US 5Y Swap	0,96	↓ 0	↑ 4
EUR 3M Euribor	-0,29	↓ 0	↓ -1
EUR 2Y Swap	-0,24	↓ -1	↓ -4
EUR 5Y Swap	-0,13	↓ -3	↓ -2
GB 3M Libor	0,52	↑ 0	↓ -3
GB 2Y Swap	0,50	↑ 1	↓ 0
GB 5Y Swap	0,58	↓ 0	↓ -16
JP 3M Libor	-0,02	↑ 0	↑ 0
JP 2Y Swap	-0,16	↑ 0	↓ 0
JP 5Y Swap	-0,20	↑ 1	↓ -3
CHF 3M Libor	-0,78	↑ 0	↓ -1
CHF 2Y Swap	-0,88	↓ -1	↓ -3
CHF 5Y Swap	-0,80	↑ 0	↓ -4

**COMMODITIES**

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	50,7	↑ 0,68	↑ 7,49
Gold	1 351	↑ 0,70	↑ 2,03

Source: Reuters, OTP Research

On the whole, the purchasing managers' indices published on Friday were slightly better than expected. However, they do not reflect the effect of the Brexit referendum yet. China's PMI was short of expectations, while the UK's gauge meaningfully exceeded them.

Of the handful of data that are due out today, the Sentix investor confidence index may be market-moving.

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Friday	CN	Jun	NBS non-manufacturing PMI (point)	53,7	-	53,1
	CN	Jun	NBS Manufacturing PMI (point)	50,0	50,0	50,1
	CN	Jun	Caixin Manufacturing (point)	48,6	49,1	49,2
	JP	Jun	Manufacturing PMI (point)	48,1	-	47,8
	JP	Jun	Consumer confidence (point)	41,8	-	40,9
	JP	Jun	CPI (yoy, %)	-0,5	-	-0,3
	JP	Jun	core-CPI (yoy, %)	-0,5	-0,4	-0,3
	EZ	May	Unemployment (%)	10,1	10,1	10,2
	EZ	Jun	Manufacturing PMI (point)	52,8	52,6	52,6
	DE	Jun	Manufacturing PMI (point)	54,5	54,4	54,4
	IT	Jun	Manufacturing PMI (point)	53,5	52,5	52,4
	FR	Jun	Manufacturing PMI (point)	48,3	47,9	47,9
	UK	Jun	Manufacturing PMI (point)	52,1	49,9	50,1
	US	Jun	Manufacturing PMI (point)	51,3	-	51,4
Monday	US	May	Construction spending (mom, %)	-0,8	0,6	-1,8
	US	Jun	Vehicle sales (annualized monthly, million)	16,7	17,4	17,5
	EZ	Jul	Sentix Investor confidence (point)		6,5	9,9
	UK	Jun	Construction PMI (point)		50,5	51,2

Source: Reuters, OTP Research

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