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Daily Report – Global Markets

STOCK EXCHANGE

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 517	↑ 0,05	↑ 2,04
S&P500	2 162	↓ -0,09	↑ 1,49
Nasdaq100	4 590	↓ -0,14	↑ 1,36
Russell2000	1 205	↑ 0,26	↑ 1,28
Stoxx600	338	↓ -0,17	↑ 3,23
DAX	10 067	↓ -0,01	↑ 4,54
FTSE 100	6 669	↑ 0,22	↑ 1,19
CAC40	4 373	↓ -0,30	↑ 4,34
ATX	2 219	↑ 0,34	↑ 6,99
IBEX35	8 531	↓ -0,25	↑ 4,22
Nikkei 225	16 498	→ 0,00	↑ 9,21
Hang Seng	21 736	↑ 0,35	↑ 4,10
SSEC	3 051	↓ -0,10	↑ 1,88
SENSEX	28 000	↑ 0,59	↓ -0,60
RTS	964	↓ -0,90	↑ 3,14
Bovespa	55 578	↑ 0,18	↑ 4,59

FX MARKET

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1034	↓ -0,76	↑ 0,02
EUR/CHF	1,0843	↓ -0,56	↑ 0,12
USD/GBP	1,3191	↓ -1,10	↑ 1,52
USD/JPY	105,59	↑ 0,72	↑ 2,72
AUD/USD	0,7588	↑ 0,15	↑ 0,78
USD/CAD	1,2944	↓ -0,19	↓ -1,27
USD/RUB	63,29	↓ -0,25	↓ -1,39

RISK INDICATORS

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	12,7	↓ -0,2	↓ -0,5
CDS 5Y PIIS	13	↑ 0,3	↓ -12,3
CDS 5Y Italy	119	↑ 0,8	↓ -16,1
CDS 5Y Belg.	111	↓ -0,2	↓ -4,6
iTraxx 5Y EU	36,3	↑ 1,1	↓ -4,7
US TED Spread	71,4	→ 0,0	↓ -1,5

Source: Reuters, OTP Research

Summary

- Friday night's coup attempt in Turkey has failed.
- Stock markets ended mixed on Friday.
- Bearish bets for oil price grew by 30%, a Bloomberg survey found.

There was negative trading sentiment on the stock markets of Europe and America. In Europe, the Stoxx600 dropped 0.2%, the DAX edged down 0.01%, the CAC40 slipped 0.3%, while the FTSE100 inched up 0.2%. In US trading, the S&P500 inched down 0.1%, the NASDAQ100 eased 0.14% but the Russell2000 rose by 0.3%.

The coup organized by part of the Turkish military on Friday night has failed. Since then, 6,000 people have been arrested, and more than 2,700 judges have been removed from office. Turkey accuses Fethullah Gulen, a preacher who lives in the USA, for the attempted coup. The Turkish government started to calm markets before today's open. Turkey's central bank will provide unlimited liquidity today, and the deputy prime minister confirmed in a Twitter message that things were under control.

The EUR may weaken to parity against the USD, Michael Hasenstab, an analyst with Franklin Templeton said in a panel speech of economists.

Asia's markets closed mixed this morning. The Hang Seng rose by 0.35% and the SSEC dipped 0.1%.

Crude's price is oscillating near Friday's close, at USD 47.6. A Bloomberg survey found that big oil companies did not believe in the continued price increase on the oil market. Rising for the third week in a row, the bets for falling oil prices have grown by 30%. Oil companies used this year's oil price increase for issuing shares to pay back prior loans and to finance new projects.

The Singapore-based DBS bank sees gold price surging above USD 1,500 in near future, owing to the low interest rate environment and the mounting risk aversion ahead of the US presidential election.

In Friday's trading the USD firmed 0.8% against the EUR, and lost 1.1% versus the GBP.

GOV'T BOND MARKET

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,69	↑ 2	↑ 7
US 10Y	1,58	↑ 6	↑ 21
JP 2Y	-0,34	→ 0	↑ 1
JP 10Y	-0,26	→ 0	↑ 3
GER 2Y	-0,66	↑ 1	↑ 2
GER 10Y	-0,04	↑ 7	↑ 12

CENTRAL BANKS' RATES

	Rate (%)	6M Consensus	1Y Consensus
Fed Funds	0,5	↑ 0,75	↑ 1,25
ECB Rate	0,00	→ 0,00	→ 0,00
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	0,69	↓ 0	↑ 1
US 2Y Swap	0,86	↓ 0	↑ 5
US 5Y Swap	1,08	↑ 3	↑ 11
EUR 3M Euribor	-0,29	↑ 0	→ 0
EUR 2Y Swap	-0,24	↓ -2	↑ 1
EUR 5Y Swap	-0,13	↑ 2	↑ 5
GB 3M Libor	0,53	↓ -1	↓ -3
GB 2Y Swap	0,50	↑ 2	↑ 4
GB 5Y Swap	0,60	↑ 1	↑ 6
JP 3M Libor	-0,05	↑ 0	↓ -1
JP 2Y Swap	-0,15	↑ 1	↑ 4
JP 5Y Swap	-0,18	↑ 0	↑ 4
CHF 3M Libor	-0,77	↑ 0	↑ 2
CHF 2Y Swap	-0,78	↑ 2	↑ 8
CHF 5Y Swap	-0,73	↑ 2	↑ 8

COMMODITIES

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	47,6	↑ 0,02	↑ 2,96
Gold	1 328	↓ -0,67	↓ -1,95

Source: Reuters, OTP Research

China's Q2 GDP figure, released of Friday, has beaten expectations; the growth greatly benefited from the economic stimulus package. This was confirmed by urban investment, industrial production and retail data as well. US inflation statistics came in as expected. The New York Fed manufacturing index and the University of Michigan consumer sentiment index were vastly short of forecasts.

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Friday	CN	Q2	GDP (qoq, %)	1,8	1,6	1,1
	CN	Q2	GDP (yoy, %)	6,7	6,6	6,7
	CN	Jun	Urban investment (yoy, %)	9,0	9,4	9,6
	CN	Jun	Industrial Output (yoy, %)	6,2	5,9	6,0
	CN	Jun	Retail Sales (yoy, %)	10,6	10,0	10,0
	EZ	Jun	Inflation (final, yoy, %)	0,1	0,1	0,1
	US	Jun	Retail Sales (mom, %)	0,6	0,1	0,5
	US	Jul	NY Fed Manufacturing index (point)	0,6	5,0	6,0
	US	Jun	CPI (yoy, %)	1,0	1,1	1,0
	US	Jun	CPI (mom, %)	0,2	0,3	0,2
	US	Jun	Core CPI (yoy, %)	2,3	2,3	2,2
	US	Jun	Core CPI (mom, %)	0,2	0,2	0,2
	US	Jun	Industrial Output (mom, %)	0,6	0,2	-0,4
	US	Jul	U Michigan Sentiment (preliminary, point)	89,5	93,5	93,5
Monday	US	May	Business Inventories (mom, %)	0,2	0,1	0,1
	CN	Jun	House prices (yoy, %)	7,3		6,9
	US	Jun	NHAB House price index (point)		60,0	60,0

Source: Reuters, OTP Research

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