

## Treasury Sales Team

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## Daily Report – Global Markets

**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 314	↓ -0,49	↓ -0,87
S&P500	2 157	↓ -0,64	↓ -0,56
Nasdaq100	4 719	↓ -0,77	↑ 1,01
Russell2000	1 202	↓ -1,37	↓ -1,36
Stoxx600	335	↓ -1,29	↓ -1,70
DAX	10 144	↓ -1,80	↓ -1,01
FTSE 100	6 645	↓ -0,73	↓ -1,17
CAC40	4 328	↓ -1,84	↓ -1,52
ATX	2 181	↓ -1,27	↓ -2,21
IBEX35	8 277	↓ -2,77	↓ -3,30
Nikkei 225	16 083	↓ -1,88	↓ -1,83
Hang Seng	22 129	↓ -1,67	↓ -2,07
SSEC	2 971	↓ 0,00	↓ -0,70
SENSEX	27 708	↓ -0,98	↓ -0,60
RTS	903	↓ -2,11	↓ -2,35
Bovespa	56 162	↓ -1,05	↓ -1,09

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1225	↑ 0,59	↑ 1,35
EUR/CHF	1,0821	↑ 0,12	↓ -0,75
USD/GBP	1,3355	↑ 1,38	↑ 1,02
USD/JPY	101,04	↑ 0,16	↓ -4,13
AUD/USD	0,7580	↓ -0,38	↑ 1,20
USD/CAD	1,3129	↑ 0,15	↓ -0,44
USD/RUB	66,85	↑ 0,32	↑ 1,49

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	13,4	↑ 0,9	↑ 0,3
CDS 5Y PIIS	13	↑ 0,9	↓ -0,8
CDS 5Y Italy	117	↑ 0,9	↑ 0,9
CDS 5Y Belg.	114	↓ -1,7	↓ -4,0
iTraxx 5Y EU	29,7	↑ 3,4	↑ 2,3
US TED Spread	70,8	→ 0,0	↑ 5,6

Source: Reuters, OTP Research

**Summary**

- Global stock markets continued their losing streak. On balance, US macro data disappointed.
- The USD fell; news on smaller-than-expected fiscal easing in Japan helped the JPY firm.
- Oil prices slumped further, the Brent closed below USD 42.

In Tuesday's adverse trading sentiment, the major stock indices sank on global markets.

US markets were dragged down by pale macroeconomic data. Ford and GM reversed more than 4% on weaker-than-expected sales figure for July. In Europe, all components of the Stoxx 600 fell; Commerzbank's 9.2% nose-dive, to an all-time low, was the sharpest fall. HSBC's Q2 profit shrank 45% from the same period of last year, and the bank is to prop up its share price with a 2.5-billion-dollar share-buy-back programme this year while giving up its 2016 profit targets due to Brexit uncertainty. Its share price in Asian trading fell 1.7% when its results were published. By contrast, Credit Agricole's profit grew by a quarter after selling its stake in VISA, while revenue from its core activity dropped. Because of the further slide in commodity prices, emerging markets' stock indices were also ailing on Tuesday.

The USD depreciated on the back of weak macroeconomic statistics from the USA. The GBP's firming may have been supported by the scepticism surrounding the Bank of England's rate decision on Thursday.

Japan decided to launch a 45-billion-dollar economic stimulus programme, which is only a quarter of the volume reported last week. The latest meeting of the Bank of Japan did not embark on easing monetary conditions, so Japan's fiscal and monetary conditions are tighter than had been expected. This strengthened the yen further, and ratcheted up Japanese bond yields.

**GOV'T BOND MARKET**

	Yield (%)		Daily chg (bp)		Weekly chg (bp)
US 2Y	0,69	↑	0	↓	-8
US 10Y	1,56	↑	4	↓	0
JP 2Y	-0,17	↑	6	↑	15
JP 10Y	-0,07	↑	5	↑	19
GER 2Y	-0,61	↑	1	↓	0
GER 10Y	-0,10	↑	1	↓	-6

**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	0,77	→	0	↑	3
US 2Y Swap	0,89	↑	0	↓	-4
US 5Y Swap	1,09	↓	-1	↑	2
EUR 3M Euribor	-0,30	↓	0	→	0
EUR 2Y Swap	-0,21	↓	-1	↑	3
EUR 5Y Swap	-0,11	↑	4	↑	4
GB 3M Libor	0,49	↓	0	↓	-3
GB 2Y Swap	0,49	↑	2	↑	11
GB 5Y Swap	0,59	↑	5	↑	2
JP 3M Libor	-0,02	↓	-1	↑	2
JP 2Y Swap	-0,07	↓	-1	↑	11
JP 5Y Swap	-0,05	↓	-1	↑	16
CHF 3M Libor	-0,75	↓	0	↑	0
CHF 2Y Swap	-0,73	↑	2	↑	1
CHF 5Y Swap	-0,67	↑	3	↓	-2

**COMMODITIES**

	Close		Daily chg. (%)		Weekly chg. (%)
Oil Brent	41,8	↓	-0,12	↓	-3,96
Gold	1 364	↑	0,07	↑	1,84

Source: Reuters, OTP Research

Owing to the pale US growth data and the oversupply of petroleum products, oil prices declined further: the WTI sank below 40 USD/barrel, and the Brent dropped below USD 42. The fierce competition made Saudi Arabia lower the price of oil for Asia's markets.

In the USA, personal consumption in June slightly exceeded analysts' expectations but wage growth and inflation were both low. Compared to Tuesday's raft of data, fewer publications are due out on Wednesday; America's employment statistics are the most likely to attract investors' attention.

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Tuesday	US	Jun	Personal Income (mom, %)	0,2	0,3	0,2
	US	Jun	Personal Consumption (mom, %)	0,3	0,3	0,4
	US	Jul	Total Vehicle Sales (annualized, million db)	17,9	17,3	16,7
	US	Jun	PCE inflation (yoy, %)	0,9		0,9
	US	Jun	PCE core inflation (yoy, %)	0,1	0,1	0,2
Wednesday	EZ	Jun	Retail sales (mom, %)		0,0	0,4
	US	Jun	ADP nonfarm employment (mom, thousand)		168,0	172,0

Source: Reuters, OTP Research

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