



**STOCK EXCHANGE**

	Close	Daily chg. (%)	Weekly chg. (%)
DJIA	18 035	↓ -0,18	↓ -2,65
S&P500	2 126	↓ -0,06	↓ -2,76
Nasdaq100	4 746	↑ 0,49	↓ -1,78
Russell2000	1 212	↓ -0,06	↓ -3,72
Stoxx600	338	↓ -0,09	↓ -3,44
DAX	10 378	↓ -0,08	↓ -3,48
FTSE 100	6 673	↑ 0,12	↓ -2,53
CAC40	4 370	↓ -0,39	↓ -4,11
ATX	2 329	↓ -1,14	↓ -2,71
IBEX35	8 702	↓ -0,25	↓ -3,47
Nikkei 225	16 397	↓ -1,31	↓ -3,62
Hang Seng	22 129	↑ 0,40	↓ -2,66
SSEC	3 003	n.a	n.a
SENSEX	28 386	↑ 0,05	↓ -0,60
RTS	971	↑ 0,21	↓ -3,50
Bovespa	57 059	↑ 0,42	↓ -5,11

**FX MARKET**

	Close	Daily chg. (%)	Weekly chg. (%)
EUR/USD	1,1249	↑ 0,28	↓ -0,15
EUR/CHF	1,0948	↓ -0,05	↓ -0,05
GBP/USD	1,3233	↑ 0,30	↓ -0,46
USD/JPY	102,34	↓ -0,06	↓ -0,14
AUD/USD	0,7463	↓ -0,04	↓ -2,32
USD/CAD	1,3211	↑ 0,14	↑ 2,16
USD/RUB	65,18	↑ 0,02	↑ 1,80

**RISK INDICATORS**

	Close	Daily chg (bp)	Weekly chg (bp)
VIX	18,1	↑ 0,3	↑ 6,2
CDS 5Y PIIS	18	↓ -0,2	↑ 1,2
CDS 5Y Italy	117	↓ -0,6	↑ 0,6
CDS 5Y Belg.	115	↑ 0,0	↓ -7,6
iTraxx 5Y EU	22,6	↑ 1,4	↑ 5,6
US TED Spread	71,4	→ 0,0	↑ 1,7

Source: Reuters, OTP Research

**Summary**

- Monsanto has accepted Bayer's USD 66 billion takeover offer.
- Apple shares hit five-month high.
- The Brent fell more than 2.5% in Wednesday's trading.

Europe's equity markets were rather quiet on Wednesday. The stock exchanges of Germany and France closed slightly in the red, while Britain's FTSE100 inched up 0.1%. Bayer's share price soared 2.5% on the German stock exchange after Monsanto accepted the USD 66 billion takeover bid. Ending four months of negotiations, this agreement may create the largest seeds and pesticides business in the world. Bayer's share price ran out of steam by the end of the day, but kept 0.3% of the gain by the close.

In the USA, the NASDAQ100's 0.5% advance was the strongest gain. The S&P500 closed 0.1% lower, largely dragged down by the energy sector sub-index (-1.2%), as crude price fell more than 2.5%. Meanwhile, Apple surged 3.5%, hitting a five-month high, thanks to the success of the new iPhone 7, launched a week ago.

This morning Japan's Nikkei225 closed in the red (-1.3%), owing to the yen's firming, as well as the market uncertainty caused by the fall in crude price.

After Wednesday's opening, the USD weakened against the key currencies, losing 0.3% versus the EUR and the GBP.

The Brent crude sank more than 2.5% yesterday, closing at 46 USD/barrel. The extraordinary OPEC meeting in September is the last chance to reach an agreement to freeze production at an earlier level, before member states meet at OPEC's semi-annual ordinary meeting in December.

**GOV'T BOND MARKET**

	Yield (%)	Daily chg (bp)	Weekly chg (bp)
US 2Y	0,76	↓ -3	↑ 2
US 10Y	1,70	↓ -3	↑ 16
JP 2Y	-0,27	↓ -1	↓ -8
JP 10Y	-0,02	↑ 1	↑ 3
GER 2Y	-0,62	↑ 2	↑ 4
GER 10Y	0,08	↑ 4	↑ 19

**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	0,25	→ 0,25	→ 0,25
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	↓ -1	↑ 1
US 2Y Swap	0,98	↓ -1	↓ -4
US 5Y Swap	1,19	↓ -1	↑ 4
EUR 3M Euribor	-0,30	↓ 0	→ 0
EUR 2Y Swap	-0,24	↓ -1	↓ -1
EUR 5Y Swap	-0,12	↓ -4	↑ 2
GB 3M Libor	0,00	↓ 0	↑ 0
GB 2Y Swap	0,46	↓ -1	↓ -4
GB 5Y Swap	0,57	↓ -5	↑ 9
JP 3M Libor	0,00	↑ 0	↓ 0
JP 2Y Swap	-0,13	↓ -1	↓ -4
JP 5Y Swap	-0,10	↓ 0	↓ -3
CHF 3M Libor	0,00	↓ -1	↓ 0
CHF 2Y Swap	-0,65	→ 0	↑ 3
CHF 5Y Swap	0,00	↑ 3	↑ 8

**COMMODITIES**

	Close	Daily chg. (%)	Weekly chg. (%)
Oil Brent	45,9	↓ -2,65	↓ -7,66
Gold	1 323	↑ 0,30	↓ -1,28

Source: Reuters, OTP Research

The July statistics on the eurozone's industrial production were released yesterday. The -0.9% reading signifies 1.1% month/month contraction, slightly missing the modest expectations. A breakdown by sectors indicates that the most important industrial sectors saw slump in production, with the sharpest fall in capital goods (-1.7%). The weak July figure represents downward risk to Q3 growth.

Today's rate-setting meeting of the Bank of England is expected to leave the benchmark rate on hold.

The United States will also publish important string of month-over-month data today, including industrial production figure (for August), retail sales (July) and business inventories statistics (July).

	COUNTRY	DATE	INDICATOR / EVENT	FACT	CONSENSUS	PREVIOUS
Wednesday	EZ	Jul	Industrial output (mom, %)	-1,1	-0,9	0,6
Thursday	UK	Aug	Retail sales (mom, %)		-0,4	1,4
	EZ	Aug	CPI (final, yoy, %)		0,2	0,2*
	UK	Sep	Interest rate decision (%)		0,25	0,25
	US	Aug	Retail sales (mom, %)		-0,1	0,0
	US	Sep	New York Fed manufacturing index (point)		-1,0	-4,21
	US	Aug	Industrial output (mom, %)		-0,3	0,7
	US	Jul	Business inventories (mom, %)		0,1	0,2

Source: Reuters, OTP Research

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