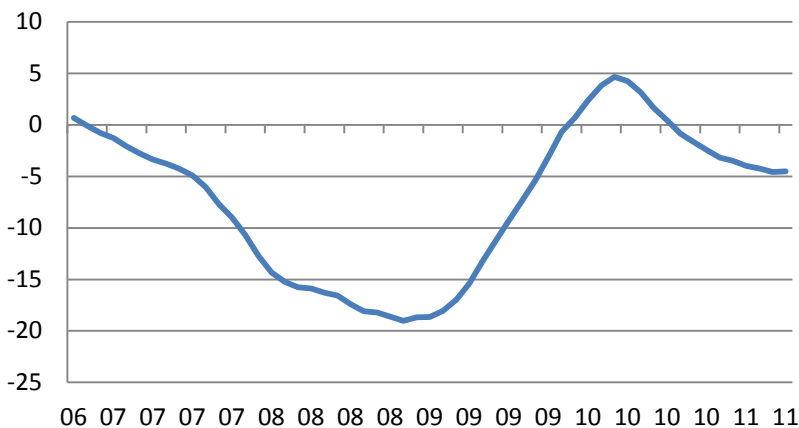




US stocks inched up on Tuesday with Telecommunications (+0.98%), Basic Materials (+0.91%) as the leaders. S&P 500 index rose by 0.23%, Russell 2000 Index – inched up by 0.91%. EURUSD finished the day near 1.44. S&P/Case-Shiller index was down by 0.06%, meeting consensus forecast.



CBOT Consumer confidence Index unexpectedly collapsed to 44.5, below consensus of 52.



FOMC minutes revealed large disagreement between the Fed members – “doves” dominate so far.

Macro Indicators		
CDS HY 5Y	491.08	+1.11%
ITX Crossover Euro	394.45	+4.04%
CDS Japan 5Y	91.33	+0.18%
CDS EM 5Y	112.56	-0.04%
CDS Russia 5Y	150.69	+1.15%
US Tsys 10Y	3.09%	+0.01%
US Tsys 5Y	1.64%	+0.01%
Brazil 10Y	3.60%	-0.18%
Germany 10Y	2.42%	-0.01%
EUR/USD	1.4076	-0.57%
USD/JPY	79.03	+0.13%
EUR/GBP	0.8739	+0.39%
Oil Brent	116.83	-0.37%
Gold	1597.8	+0.48%
Copper	9672	+0.44%
Nickel	24126	-0.21%
S&P 500	1309	-0.46%
Russell 2000	828.78	+0.66%
Bovespa	59478.01	-0.34%
Topix	859.5	+0.06%
Shanghai Comp	2,817.18	-0.11%
S&P/ASX 300	4,477.10	+0.08%
Sensex 30	18,594.93	+0.18%
Bovespa	59,478.01	-0.34%
DJ Euro Stoxx 50 F	2681	-0.74%
CAC Futures	3731.5	-0.63%
DAX Futures	7250	+0.08%
CBOE Put/Call	0.64	-23.81%
CBOE Buy/Write M	832.62	-0.04%
VIX	19.53	-6.11%
VSTOXX	28.1168	+3.10%

Factor Assessment		
Factor	Grade	Prev. Grade
US credit risks	3	3
Fed Activity	3	5
Corporate news	2	6
Economic statistics	2	1
Inflation concerns	4	4
China tightening	1	2
European Risks	9	7
MENA crisis	2	6
Japan EQ	1	5

Asian markets also rose on Wednesday. Hang Seng rose by 0.88%, Nikkei – added 0.01%. S&P/ASX was up by 0.64%. Kospi added 1.97%. Shanghai stock indices closed flat.

The European stock indices futures rose in the morning - Dow Jones Stoxx 50 futures added 0.41% while Dax futures was up by 0.49%. S&P futures added 0.51%.

**ADP payrolls, Chicago PMI for August, Factory orders for July will be in focus in the US today.**

## Daily Market Report

S&P 500	Last	Change 1D	Change 5D	Change YTD	P/E	P/CF	P/B
Sub-index							
CONS DISCRET	294.4	+5.14%	+5.14%	-0%	15.44	0.98	2.79
CONS STAPLES	317.6	+1.62%	+1.62%	+5%	15.48	0.94	3.37
ENERGY	503.2	+3.09%	+3.09%	-1%	11.85	0.89	1.90
FINANCIALS	177.7	+6.91%	+6.91%	-17%	11.37	1.37	0.91
HEALTH CARE	382.8	+3.53%	+3.53%	+5%	12.00	1.13	2.35
INDUSTRIALS	277.0	+6.11%	+6.11%	-8%	13.97	1.06	2.37
INFO TECH	391.4	+4.56%	+4.56%	-3%	13.63	2.08	3.14
MATERIALS	220.7	+6.38%	+6.38%	-8%	13.34	1.07	2.38
TELECOM SERV	125.7	+2.04%	+2.04%	-2%	18.26	1.15	1.74
UTILITIES	169.7	+2.26%	+2.26%	+7%	13.26	1.16	1.50

DJIA Eurostoxx 600		
SX3P	343.56	-0.73%
SX4P	482.64	-0.75%
SX6P	255.12	-1.05%
SX7P	138.79	+2.00%
SX86P	110.1	+0.86%
SX8P	183.49	+2.09%
SXAP	273.17	+2.17%
SXDP	380.41	-1.33%
SXEP	284.33	+0.50%
SXFP	221.45	+1.56%
SXIP	128.17	-0.23%
SXKP	239.96	-1.95%
SXMP	150.38	+0.68%
SXNP	266.1	+1.58%
SXOP	220.04	+1.84%
SXPP	459.4	+4.40%
SXQP	386.4	+0.44%
SXRP	223.43	-2.04%
SXTP	105.05	+1.74%
SXXP	230.64	+0.37%

### Technical view

#### S&P 500 Index, daily



The S&P 500 has rebounded from the 1100 support level. Bounce looks possible with resistance around 1260, 1300.

A pessimistic midterm target seems to be around 1020.

In the mid-term chart a “head & shoulders” pattern seems to have finished.

Current support levels are at 1180, 1130, 1092, 1041, 1010, 980, 950, 870.

Resistance levels: 1260, 1352, 1365, 1400.

**Dow Jones Stoxx 600 Europe Index, daily**



The index has reached 220 minimum of June 2010 and bullish candlestick pattern has been formed.

If the support is broken down, 200 will be another major support. However, bounce to 250, 260 is likely to take place in a few days.

Important support levels: 220, 200.

Important resistance levels – 248, 262, 273, 278, 293, 302.

Daily Market Report

AEX, daily



Daily Market Report

EURUSD, daily



EURUSD current pattern is likely to have finished a zigzag in a wide triangle. The long term reversal may finally lead us to new lows at 1.17 later this year.

However, If 1.455 level is broken, new highs above 1.5 will be a target.

Likely resistance zones – 1.455, 1.47, 1.4940, 1.5255.

Major support zones – 1.402, 1.385, 1.3768, 1.35.

## Daily Market Report

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