

US stocks rose on Tuesday with Financials (+1.2%), Technology (+1.24%) as the laggards. S&P 500 index added 0.7%, Russell 2000 Index – 0.86%. VIX rose by 0.24% to 38.52. EURUSD found support above 1.35 as China reportedly stepped into the Europe bailout process.

Asian markets mostly rose on Tuesday. Nikkei rose by 0.95%. S&P/ASX added 0.85%. Korean and Hong Kong exchanges were closed due to a holiday. Shanghai stock indices were down on average by 1.2%.

The European stock indices futures fell in the morning - Dow Jones Stoxx 50 futures rose by 1.56% while Dax futures was up by 1.4%. S&P futures added 0.09%.

US import prices at 16:30 will be in the US today. The investors will also focus on Greek & German Finance Ministers' officials' meeting.

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

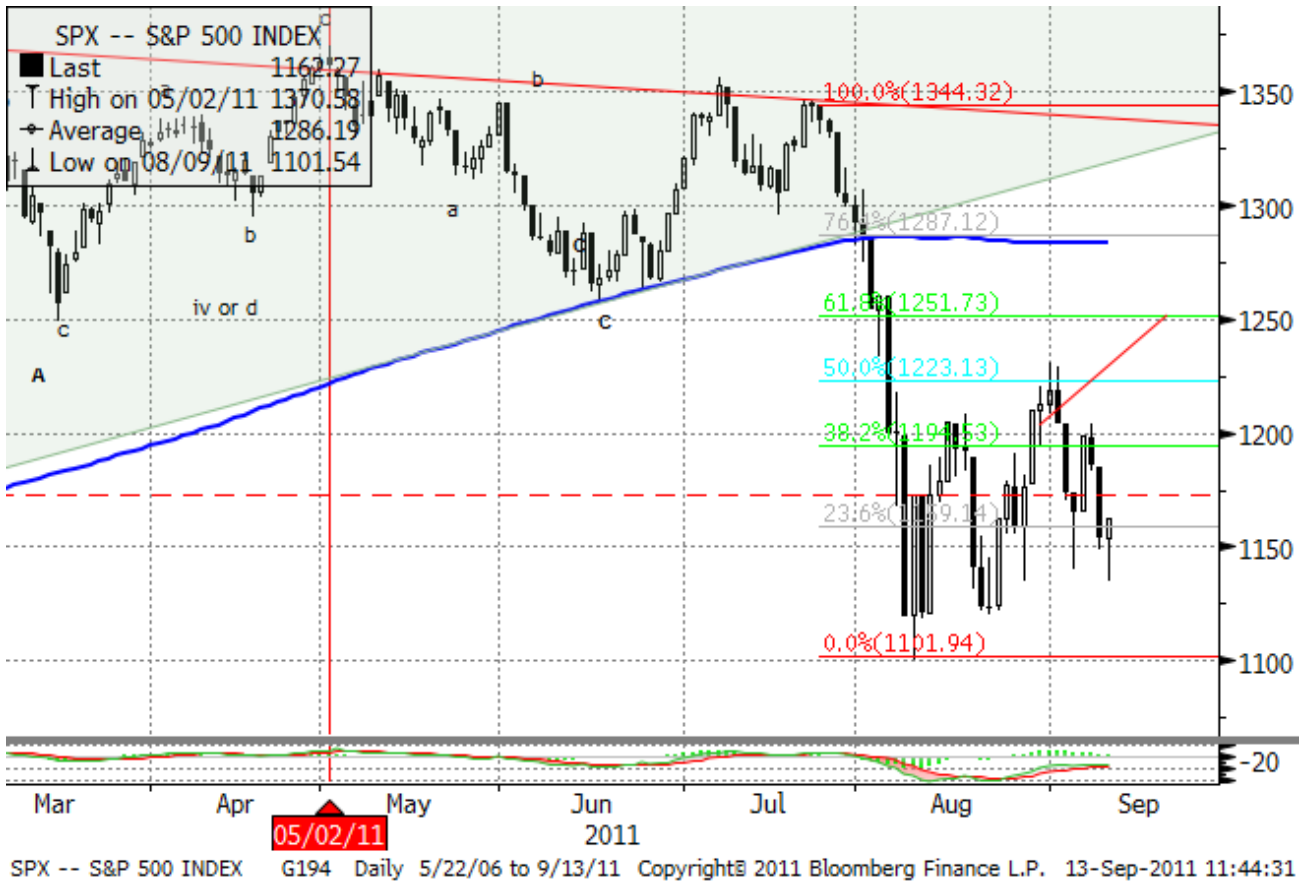
Daily Market Report

S&P 500	Last	Change 1D	Change 5D	Change YTD	P/E	P/CF	P/B
Sub-index							
CONS DISCRET	282.1	-0.74%	-0.74%	-5%	14.80	0.94	2.67
CONS STAPLES	309.4	-1.16%	-1.16%	+2%	15.07	0.91	3.28
ENERGY	481.8	-1.55%	-1.55%	-5%	11.34	0.82	1.82
FINANCIALS	166.2	-1.37%	-1.37%	-23%	10.64	1.28	0.86
HEALTH CARE	369.9	-1.08%	-1.08%	+1%	11.60	1.09	2.27
INDUSTRIALS	260.0	-2.24%	-2.24%	-14%	13.11	1.00	2.22
INFO TECH	380.7	+0.75%	+0.75%	-6%	13.26	2.02	3.04
MATERIALS	206.3	-3.18%	-3.18%	-14%	12.48	1.00	2.23
TELECOM SERV	119.9	-1.01%	-1.01%	-7%	17.42	1.10	1.66
UTILITIES	166.5	-0.88%	-0.88%	+4%	13.00	1.14	1.47

DJIA Eurostoxx 600		
SX3P	335.86	-1.82%
SX4P	448.49	-1.76%
SX6P	239.75	-2.35%
SX7P	120.86	-4.56%
SX86P	105.14	-2.95%
SX8P	178.8	-1.94%
SXAP	242.51	-2.58%
SXDP	376.99	-2.14%
SXEP	282.23	-1.86%
SXFP	212.5	-2.63%
SXIP	112.97	-4.39%
SXKP	228.06	-2.91%
SXMP	143.87	-2.76%
SXNP	252.62	-1.99%
SXOP	199.8	-3.60%
SXPP	445.48	-1.93%
SXQP	379.45	-1.77%
SXRP	219.17	-2.27%
SXTP	103.56	-1.71%
SXXP	218.93	-2.52%

Technical view

S&P 500 Index, daily



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

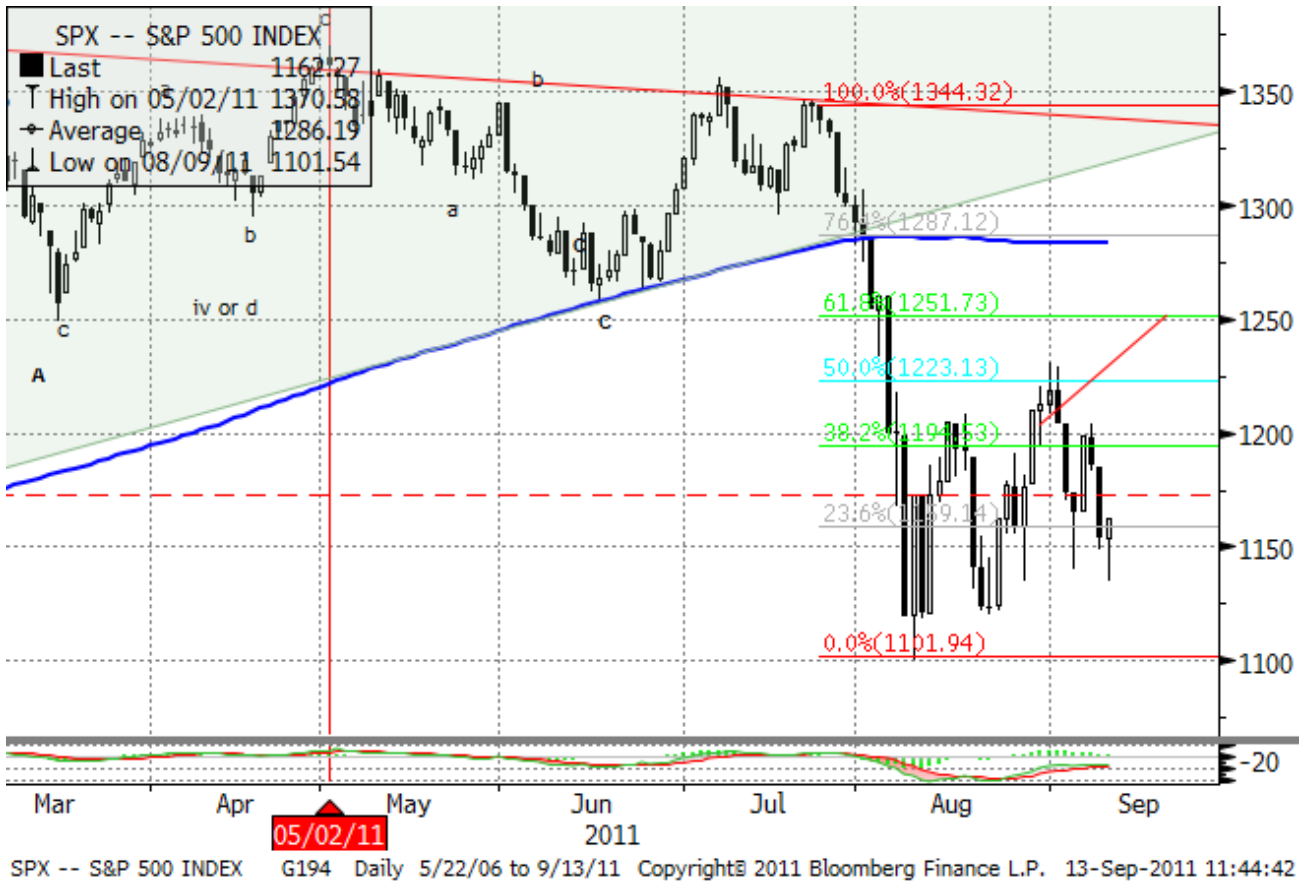
A pessimistic midterm target seems to be around 1020.

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

Resistance levels: 1260, 1352, 1365, 1400.

Daily Market Report

Dow Jones Stoxx 600 Europe Index, daily



The index has reached 219 minimum of June 2010, bounced to 240 and retreated to 218. The break of 214 is likely to lead to 210, 203 levels test.

However, bounce to 250, 260 still may go on if the abovementioned levels are held.

Important support levels: 210, 203.

Important resistance levels – 240, 248, 262, 273, 278, 293, 302.

Daily Market Report

AEX, daily



Support levels – 265, 246, 217, 186.

Resistance levels – 295, 309, 320, 347, 352.

Long term trend – flat.

Mid-term trend – down.

Short-term trend – down.

Daily Market Report

EURUSD, daily



EURUSD has been in a long term flat. The long term reversal may finally lead us to new lows at 1.17 later this year.

1.3526 support has been reached recently and short-term reversal may lead to a short bounce to 1.372, 1.4.

Likely resistance zones – 1.3726, 1.4024, 1.455, 1.47, 1.4940, 1.5255.

Major support zones – 1.3403, 1.3303, 1.3203, 1.3079, 1.2879.

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