



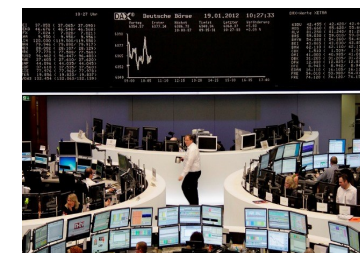
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23/06/2014



Weekly Global Stock Market Review

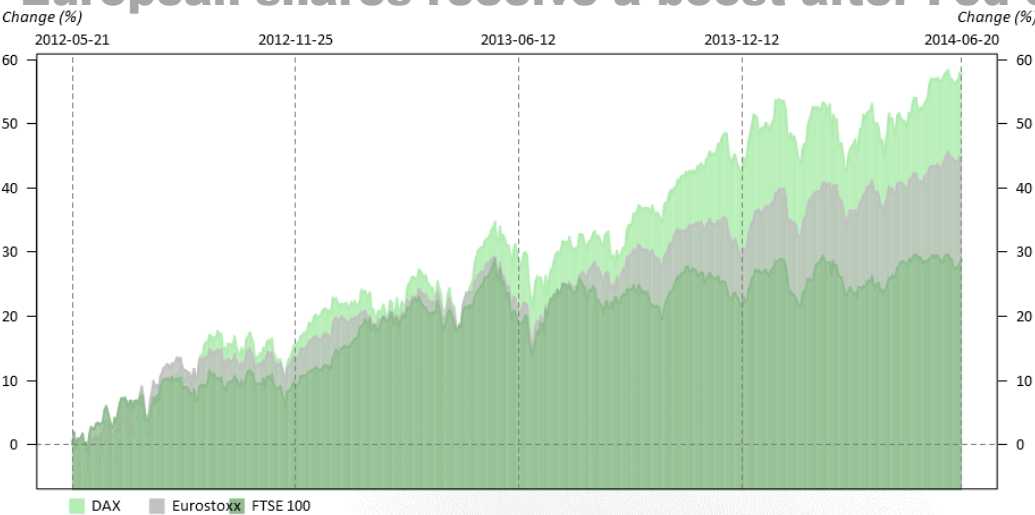
European shares receive a boost after Fed comments



European shares commenced the week on the negative note as risky assets lost investors' favour amid clashes in Iraq and Kenya. European stock markets also came under pressure stemming from negative domestic data. The Eurozone's consumer prices grew at the slowest pace since December 2009 in May, while German ZEW investor confidence gauge unexpectedly dropped in June. However, European equities got an impetus after the Fed said the U.S. economy is improving and pledged to keep low interest rates for longer period.

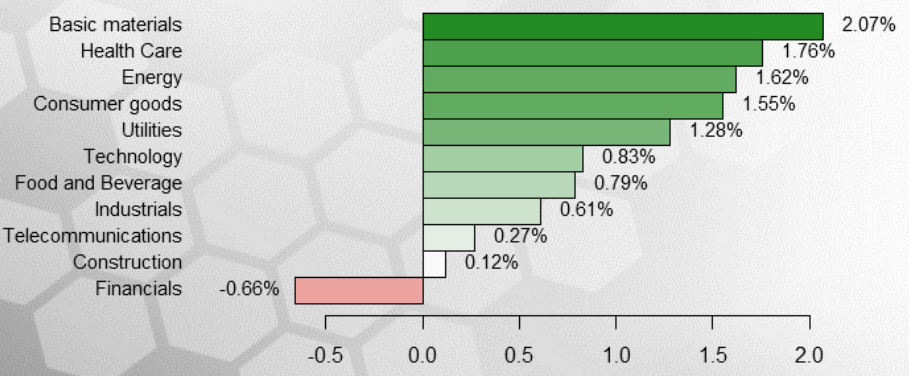
Eurostoxx ended the week 0.74% higher, while German DAX and U.K. FTSE 100 added 1.04% each. Meanwhile, all but one industries included in the Eurostoxx advanced. Financials were the only losers, sliding 0.66% mostly due to weak performance of such banks as Banca Popolare dell'Emilia Romagna and Banco Esprito Santo that plunged 12.45% and 11.66% last week.

Actelion, Swiss pharmaceutical firm, rallied almost 25%, the most in Eurostoxx, after announcing that its experimental heart and lung medicine was successful in a study. Meanwhile, Alstom prolonged its losing streak as Siemens and Mitsubishi Heavy Industries unveiled a joint bid offer following a General Electric bid. Earlier, the U.S. company had said it is not going to participate in a bidding war.

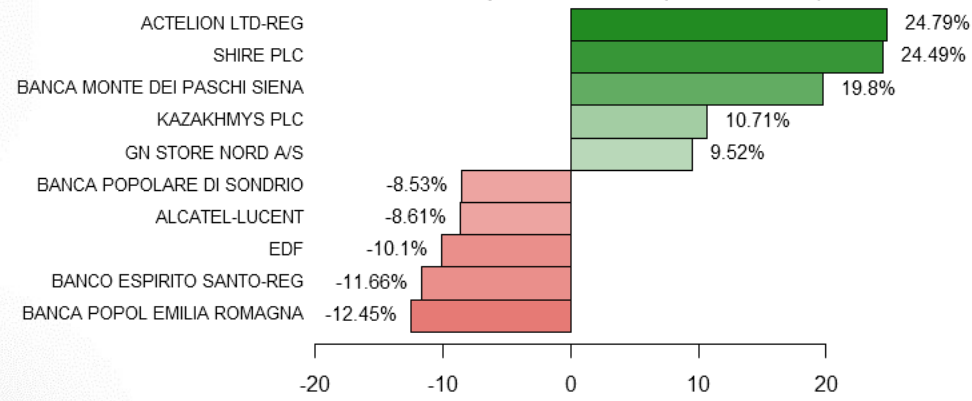


Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
Eurostoxx	0.74	2.28	6.15	8.39	19.06	22.71
DAX	1.04	2.98	6.9	6.25	21.84	25.97
FTSE 100	1.04	0.06	4.09	3.31	7.5	10.81

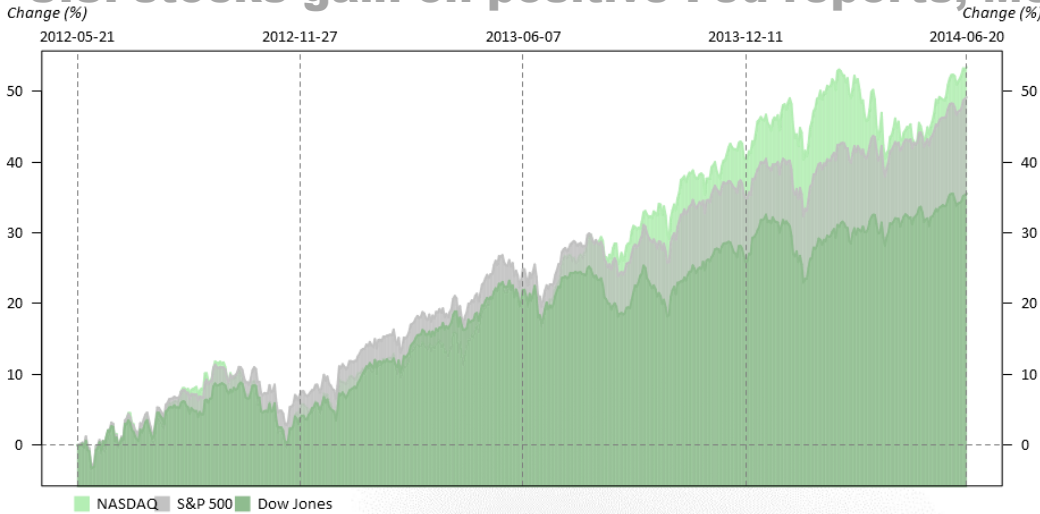
Industry Performance (STOXX600)



TOP performers (SXXP600)



U.S. stocks gain on positive Fed reports, M&A

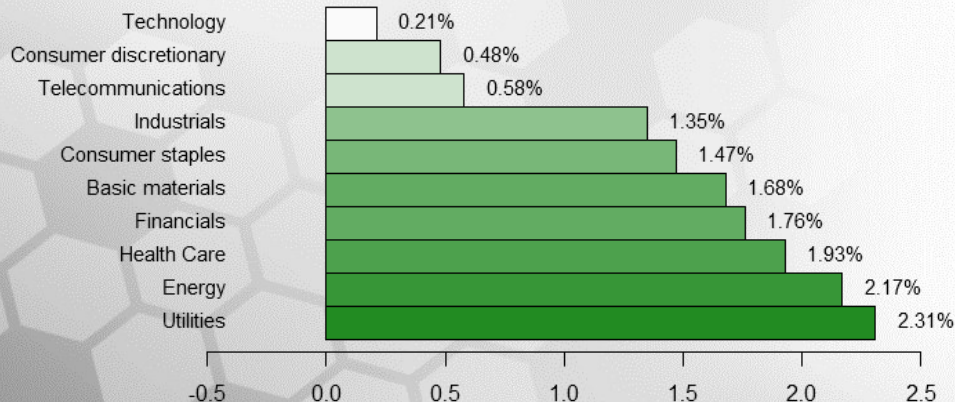


The Wall Street ended higher last week, with top U.S. stock indices adding around 1% over the week. In particular, S&P 500 closed 1.29% higher, while Dow Jones Industrial Average and Nasdaq climbed 0.99% and 1.09%. U.S. equity markets were boosted by the recent comments from the Fed. Fed Chair Janet Yellen said that the economy is expanding and the interest rates will be kept low for a considerable time period. The Fed also cut further its monthly bond purchases programme by \$10 billion to \$35 billion, keeping the pace to end its stimulus late this year. Corporate news also were on the positive side as numerous mergers and acquisitions pushed stocks of some firms sharply higher.

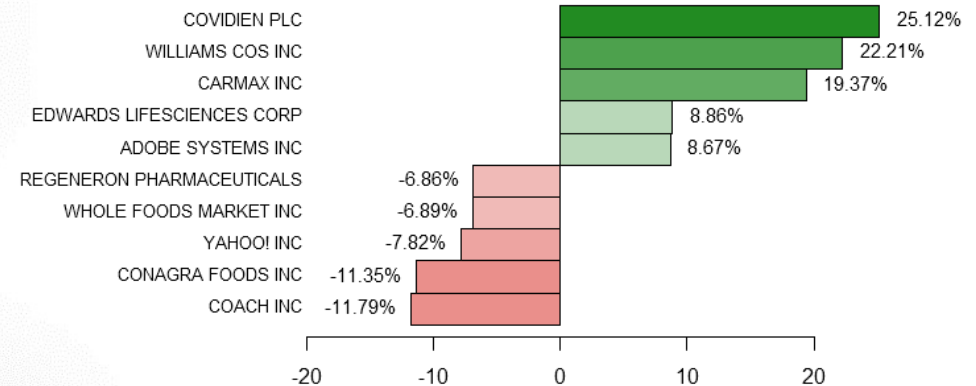
Meanwhile, all sectors included into S&P 500 finished the week in the positive area. Utilities and energy sectors led gains, advancing more than 2%. Energy companies were popped up by turmoil in Iraq that sent energy prices higher. Among separate firms, Covidien Plc is worth mentioning as the company skyrocketed 25.12% during the last five trading days. Covidien, healthcare products producer, rallied after Medtronic Inc agreed to buy the firm for \$42.9 billion. Also on the acquisition front, Williams Companies shot up 22.21% after the pipeline operator agreed to get control of Access Midstream Partners LP for \$5.99 billion.

Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
S&P 500	1.29	3.96	5.16	7.95	20.5	23.59
Dow Jones	0.99	2.5	3.95	4.48	12.14	14.83
NASDAQ	1.09	5.72	2.13	6.41	26.86	29.82

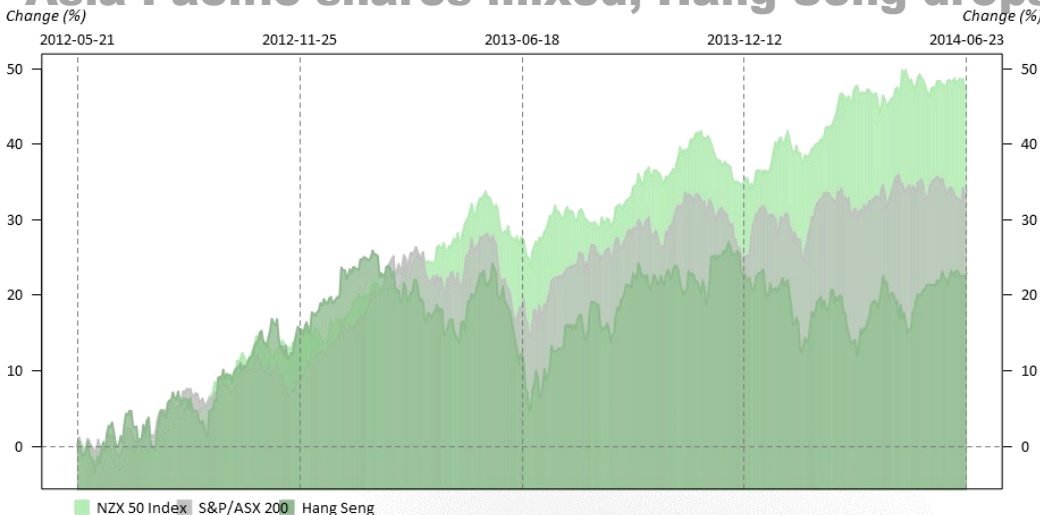
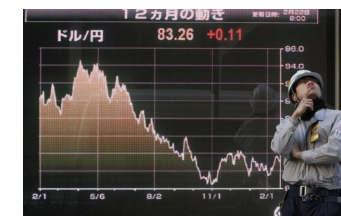
Industry Performance (S&P 500)



TOP performers (S&P 500)



Asia Pacific shares mixed; Hang Seng drops as casino shares plunge



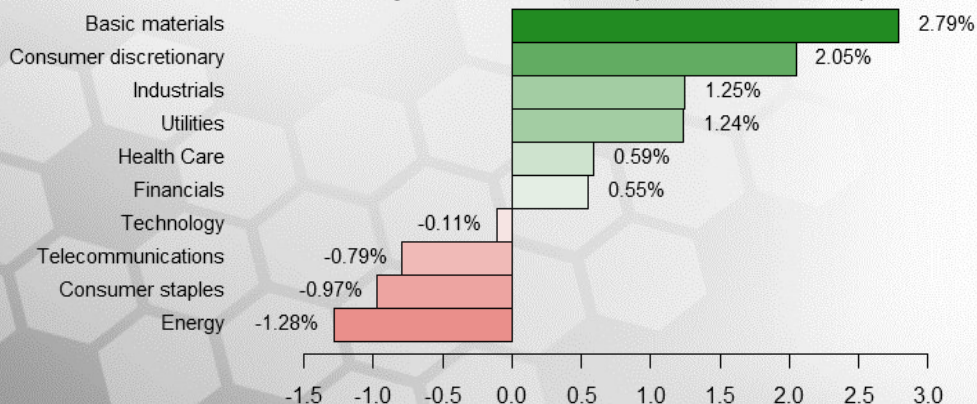
Australian and New Zealand stock indices were mixed. Australian S&P/ASX 200 closed with a mild gain of 0.13%, while its New Zealand counterpart lost 0.65% during the week. Australian shares opened lower last week amid tensions in Iraq and worries over weak iron ore prices. However, Australian equities managed to recover early losses later in the week, tracking gains on the Wall Street after the Fed said U.S. economy is recovering.

Six out of 10 industries included in the S&P/ASX 200 rose, with basic materials leading gains, positing a rise of 2.79%. The top performer among miners was Perseus Mining Ltd that soared 31.25% after announcing impressive drilling results at its Bokitsi South Deposit at its Edikan Gold Mine in Ghana. Other notable gainers were Australian Infrastructure Fund and Silver Lake Resources Ltd that rallied 25% and 24% over the week. At the same time, Ten Network Holdings Ltd and St Barbara Ltd were in the down-trend, dropping 18.33% and 17.24%. Ten Network Holdings followed a bearish trend after issuing a profit warning in the second part of the week.

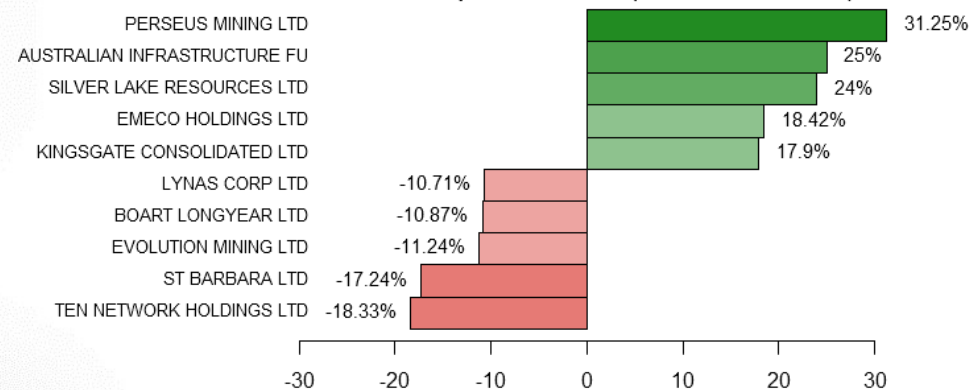
Meanwhile, Hong Kong stock index slumped 0.65%, mostly due to sharp losses in the gaming sector after Macau stated it would cut the permitted transit time for Chinese visitors to five days from seven days starting from July 1.

Price Changes (%)						
	Weekly	Monthly	3 Months	6 Months	12 Months	YTD
S&P/ASX 200	0.13	-0.09	1.52	2.93	11.48	13.89
Hang Seng	-0.46	0.99	8.2	1.67	10.52	13.79
NZX 50 Index	-0.65	0.71	0.39	9.91	15.73	16.97

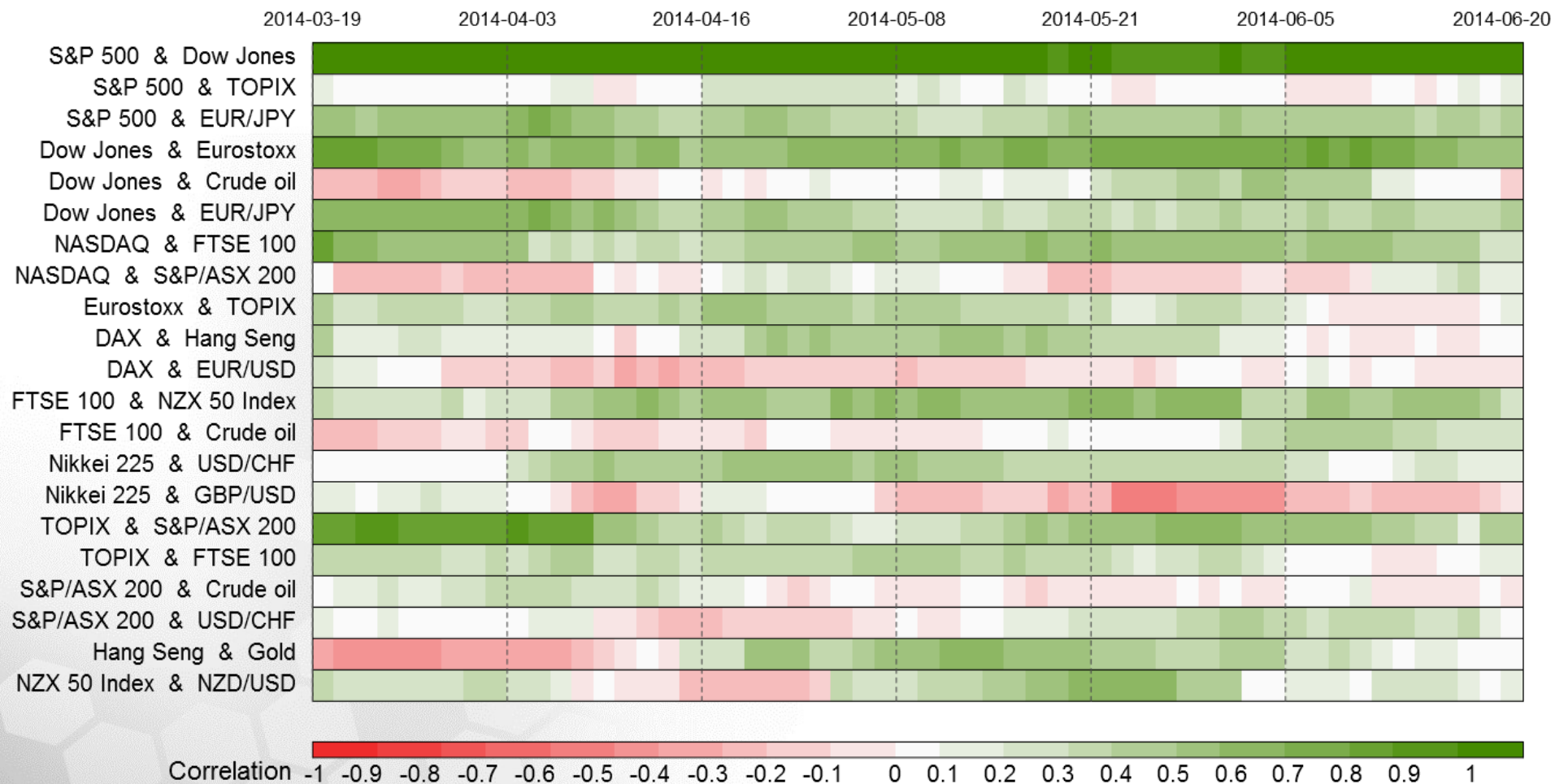
Industry Performance (S&P/ASX 200)



TOP performers (S&P/ASX 200)

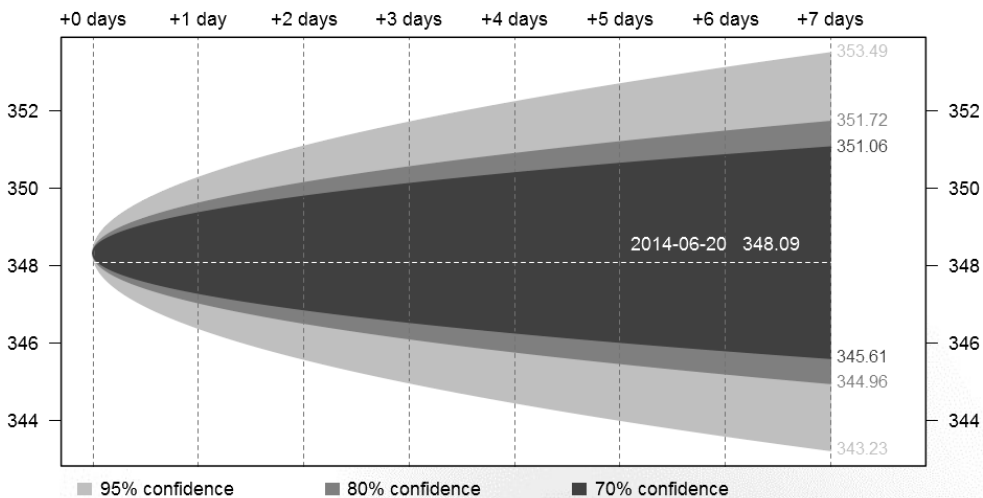


Correlation Matrix

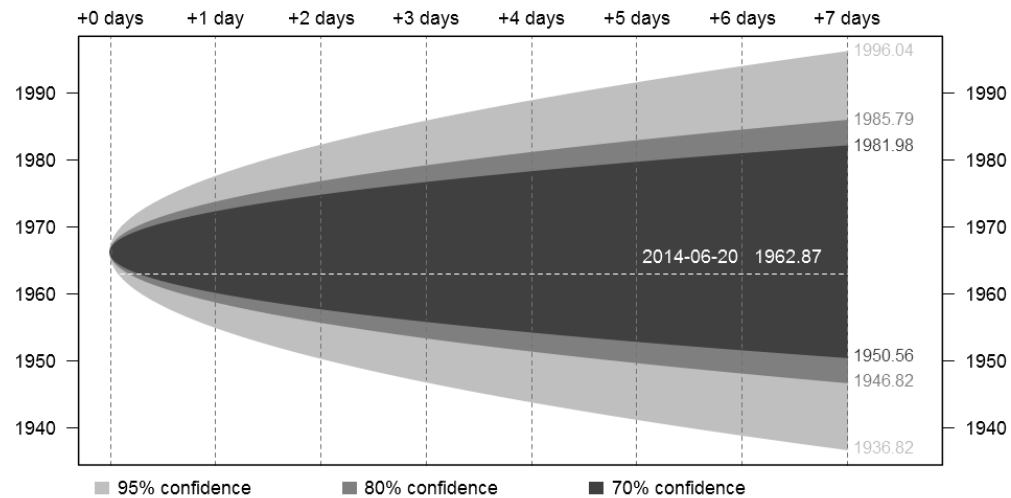


Confidence Intervals

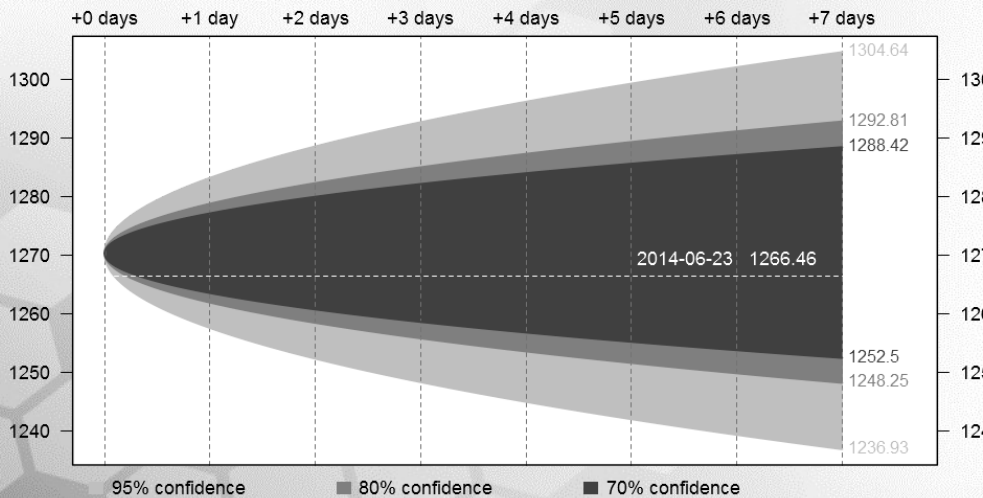
Eurostoxx Potential Rates



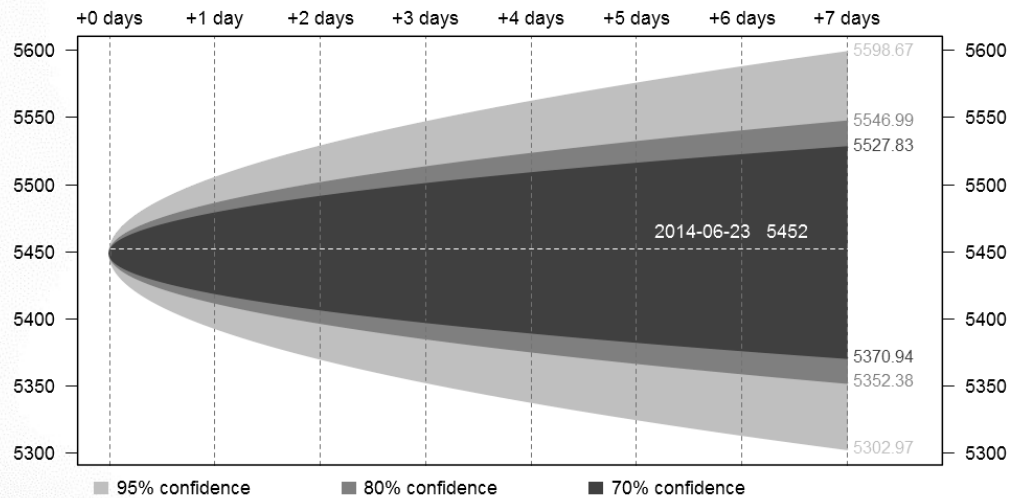
S&P 500 Potential Rates



TOPIX Potential Rates



S&P/ASX 200 Potential Rates



EXPLANATIONS

Indexes

- **Standard & Poor's 500 Index (S&P 500) or (SPX)** - U.S. stock market index consisting of the 500 large-cap shares widely traded on the New York Stock Exchange and the NASDAQ.
- **Dow Jones Industrial Average Index (INDU)** - U.S. stock market index consisting of the 30 large publicly owned U.S. companies, primarily industrials
- **NASDAQ Composite Index** - U.S. stock market index representing all the stocks that are traded on the Nasdaq stock market, mostly technology and Internet-related
- **New Zealand Exchange 50 Gross Index (NZX 50)** - stock market index consisting of the top 50 companies listed on the New Zealand Stock exchange
- **S&P/ASX 200** - a market-capitalization weighted stock market index of stocks listed on the Australian Securities Exchange from Standard and Poor's
- **Hang Seng Index (HI)** - Hong Kong's stock market index consisting of 48 largest companies listed on the Hong Kong Exchange
- **Japan's Nikkei Stock Average (Nikkei 225 Index) or (NKY)** - Japanese stock market index consisting of the 225 largest companies listed on Tokyo Stock Exchange
- **FTSE 100 Index (UKX)** - U.K. stock market index consisting of the 100 most capitalized U.K. companies trading on the London Stock Exchange
- **DAX Index (DAX)** - German stock market index consisting of the 30 largest and most liquid German companies trading on the Frankfurt Stock Exchange
- **Eurostoxx 600** - stock market index, derived from the Stoxx Europe Total Market Index, consisting of 600 large, mid- and small-sized companies from 18 European countries

Chart

- **Correlation** - statistical measure of the linear relationship between two random variables. It is defined as the covariance divided by the standard deviation of two variables.
- **Historical price changes** - chart reflecting the historical price changes of particular region's stock indices

Indicators

- **Industry performance** - weekly performance of industries within the particular stock market index
- **Top performers** - companies within a particular stock market index showing the best or worst weekly performance
- **Performance** - relative historical change of stock market index value



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