

Theme Comment

- Greek yields continue to surge and Portugal is headed in the same direction, but only the sentiment for the EUR is affected (still negative).
- Watch out for GE and EC PMI's in the European trading session.
- Regarding stocks, there is clear upside risk if earnings are better than expected, but we are worried about the very upbeat sentiment in stocks, the strong rally in the past couple of weeks and risk indicators (VIX) at complacent levels. 1229 still the focal point of the S&P500 (cash index). We expect to see a test and strong resistance from this level.

Economic Data Releases

Country	Time (GMT)	Name	Saxo	Consensus	Prior
UK	08:30	Retail Sales ex Auto Fuel MoM (MAR)	0.5%	0.5%	1.6%
US	12:30	PPI / Core PPI MoM (MAR)	0.6% / 0.2%	0.5% / 0.1%	-0.6% / 0.1%
US	14:00	Existing Home Sales MoM (MAR)	6.0%	5.2%	-0.6%

FX	Daily stance	Comment
EURUSD	0/-	Sell on rallies towards 1.3445 and target 13380. Stop above 1.3470
USDJPY	0	Neutral.
EURJPY	0/-	Sell around 1.2440 and target 1.2370. Stop above 1.2480.
GBPUSD	0	Neutral.
AUDUSD	0/+	Buy at the break of 0.9284 and target 0.9360. Stop below 0.9246.
USDCAD	0/-	Sell on rallies towards parity and target 0.9930. Stop above 1.0020.

FX-Options	Comment
EURUSD	With spot rangebound vols are mostly offered in Europe yesterday but eventually saw some support in the front end looking to buy sub-1mth EUR puts.
USDJPY	Vols finds better support and spot does feel like it wants to try lower. Seeing good interest to buy gamma via other yen crosses such as EURJPY and AUDJPY in Asia.
AUDUSD	Barriers at 9350 should keep spot well offered above the figure. Large US name bought 2m holding up the rest of the curve. Risk reversals likely to stay bid from here.

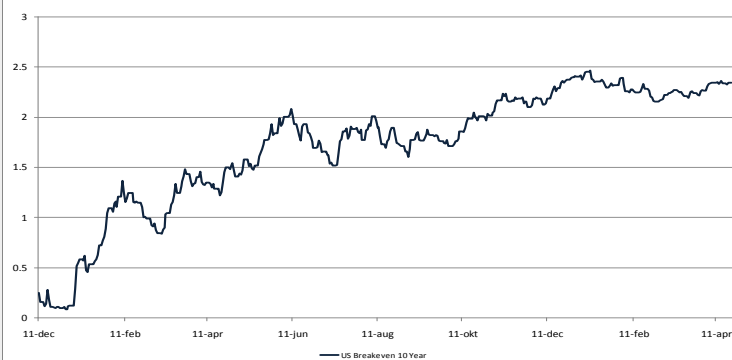
Equities	Daily stance	Comment
DAX	0/+	Buy on dips towards 6200 and target 6249. Stop below 6179.
FTSE	0/+	Buy on dips towards 5700 and target 5741. Stop below 5683.
S&P500	0/+	Buy on dips towards 1200 and target 1213. Stop below 1195.
NASDAQ100	0/+	
DJIA	0/+	

Commodities	Daily Stance	Comment
Gold	0/+	Buy on dips towards 1142 and target 1149. Stop below 1139.
Silver	0/+	Buy at the break of 18.15 and target 18.40. Stop below 18.00.
Oil (CLM0)	0/+	Buy on dips towards 83.30 and target 84.50. Stop below 82.70.

Earnings Releases

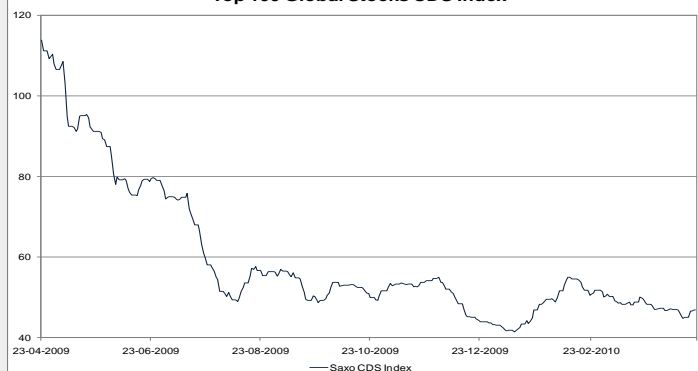
Country	Time (GMT)	Name	EPS exp.	EPS prior	Comment
FI	10:00	Nokia	0.154	0.256	
US	Aft-Mkt	American Express	0.627	0.590	
US	Aft-Mkt	Microsoft	0.422	0.740	

US Breakeven 10 Year



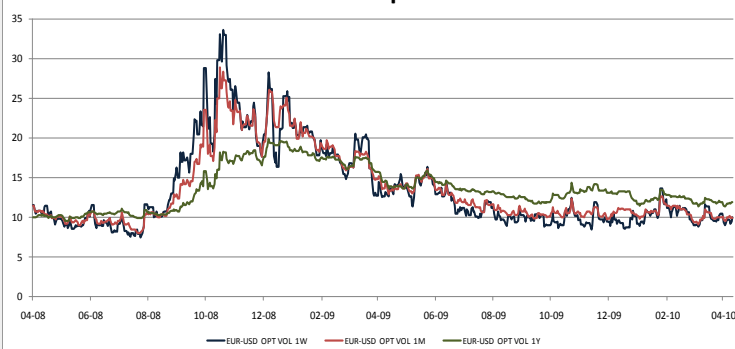
USD breakeven 10 Year – an expression for measuring inflation expectations.

Top 100 Global Stocks CDS Index



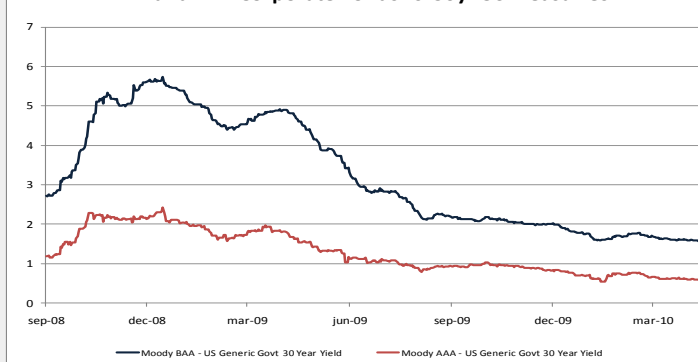
Credit Default Swaps are expressions for the perceived default risk in a company. **Now at 47.**

EURUSD Opt. Vol.



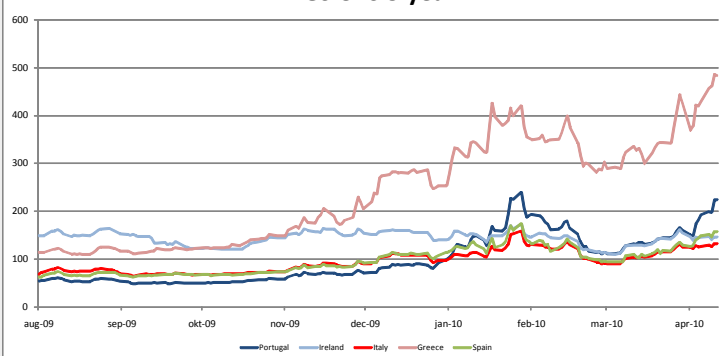
Volatility at different time horizons. Too low, now?

AAA and BAA Corporate Bonds vs. 30yr US Treasuries

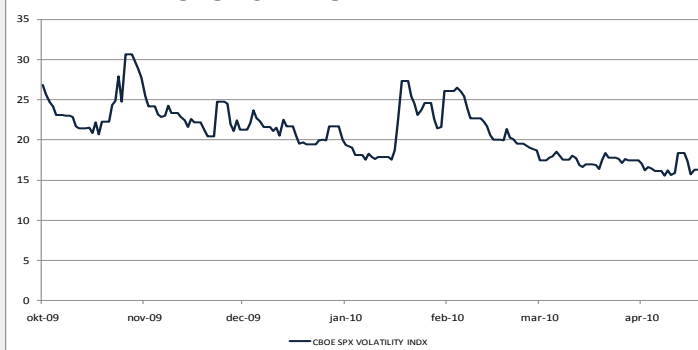


Spreads are easing, but still **showing tight corporate debt markets.**

PIIGS CDS 5 year



CBOE SPX VOLATILITY INDEX



The VIX Index is **now at 16.32** (prev. close at 15.73).

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