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Global Daily Report

Summary

- Developed markets headed down as a number of issues depressed investors.
- France's and Spain's GDP growth accelerated in line with expectations.
- German CPI and US GDP data are due out today.

The tech sector did not fare well in America yesterday. One of its components, Twitter posted disappointing earnings figures (the number of active users was short of expectations, while advertising revenues contracted); accordingly its share price dived 12%. The second-quarter reports of UPS, Procter&Gamble and Nestlé all surprised on the upside or were in line with forecasts. In Europe, the financial highlights of UBS, Credit Suisse and Deutsche Bank all overshot expectations – still, on the whole, the sentiment was unsupportive, as investors tended to sell shares. Despite the cheering news in its earnings report, Volkswagen's share price did not advance – the same happened to Daimler a day earlier. Germany's minister of transport said some diesel engines of Porsche also ran cheating software that manipulates emission data, therefore about 30,000 of cars must be recalled to fix the problem.

The US Senate unanimously voted for new sanctions on Russia, Iran, and North Korea, thus the law is waiting for the President's signature. Meanwhile the House of Representatives voted to boost next year's military spending to USD 658.1 billion, exceeding even President Trump's budget request. The rationale cited a supposed increase in Pyongyang's military capacity.

The EUR/USD seems to be stabilizing around 1.17. Crude price climbed higher again, but the WTI is still below 50 USD/barrel. This morning's trading in Asia took after Thursday's sour session in America and Europe.

The macroeconomic statistics published this morning indicate that France's and Spain's Q2 GDP growth accelerated in line with expectations. The US durable goods orders data released on Thursday surpassed expectations, but the jump in civilian aircraft played an important role in it.

The important statistics due out this afternoon may even influence the EUR/USD. The preliminary reading on German inflation in July is forecast to edge down, and the Q2 US GDP is expected to have accelerated markedly.

	Stocks				Bonds				Commodity & FX			
	Product name	Close	Daily change (%)	YTD (%)	Product name	Yield	Daily change*	YTD*	Product name	Close	Daily change (%)	YTD (%)
Global	S&P500	2475,4	-0,1	10,6	VIX	10,1	5,3	-28	WTI	49,04	0,8	-8,7
	DOW	21796,6	0,4	10,3	US 2Y	1,36	0,8	16	Brent	51,49	1,0	-9,4
	Nasdaq100	5917,0	-0,6	21,7	US 10Y	2,31	2,8	-12	Gold	1258,5	-0,2	9,3
	DAX	12212,0	-0,8	6,4	GER 2Y	-0,67	-0,6	12	Silver	16,53	-0,5	3,7
	CAC40	5187,0	-0,1	6,7	GER 10Y	0,53	-2,4	32	EUR/USD	1,1676	-0,5	11,1
	FTSE 100	7443,0	-0,1	4,2	PT10Y	2,96	-1,0	-80	EUR/GBP	0,8936	-0,1	4,9
	FTSE MIB	21634,7	0,3	12,5	IT 10Y	2,09	-2,8	27	EUR/NOK	9,2907	0,3	2,3
	Stoxx600	382,3	-0,1	5,8	SP 10	1,50	-4,7	10	USD/CAD	1,2551	0,9	-6,5
	- Banks	164,9	0,1	22,9	iTRAXX	51,0	-0,2	-29	AUD/USD	0,7963	-0,5	10,4
	Nikkei 225	19959,8	-0,6	4,4	JPY 2Y	-0,11	-0,1	6	USD/JPY	111,22	0,1	-4,8
SSEC	3213,4	-1,1	3,5	JPY 10Y	0,07	0,3	3	GBP/USD	1,3066	-0,4	5,9	
Regional	RTS	1031,0	1,0	-10,5	RUS10	7,78	-1,0	-7	USD/RUB	59,485	0,2	-3
	WIG20	2350,91	-0,4	20,7	POL 10	3,32	-0,6	-9	EUR/PLN	4,2473	0,0	-3,6
	PX50	1014,9	0,3	10,1	CZ10	0,88	-1,9	88	EUR/RON	4,5613	0,0	0,6
Hungary	BUX	35829	0,7	12,0	3M TB	0,10	0	-6	EUR/HUF	305,24	0,2	-1,2
	OTP	9525	0,8	13,4	1Y	0,15	1	-3	USD/HUF	261,37	0,7	-10,9
	MOL	21945	0,7	6,3	3Y	0,86	-1	0	CHF/HUF	271,06	-1,1	-5,9
	MTelekom	470	0,6	-5,6	5Y	1,90	-2	13	PLN/HUF	71,820	0,2	2,5
	Richter	6750	1,0	8,7	10Y	3,14	-1	-6	GBP/HUF	341,33	0,2	-5

* In the case of bond yields, the change is in basis points instead of percentage (VIX and ITRAXX not included).

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2017 7. 24.	2 : 30 JP	Nikkei Manufacturing PMI (points)	July	52,2	-	52,4
	9 : 00 FR	Markit Service PMI (points)	July	55,4	56,7	56,9
	9 : 00 FR	Markit Manufacturing PMI (points)	July	55,7	54,2	54,8
	9 : 00 HU	Retail sales (second estimate, yoy, %)	May	6,0	-	6,0*
	9 : 30 DE	Markit Service PMI (points)	July	53,5	54,30	54,00
	9 : 30 DE	Markit Manufacturing PMI (points)	July	58,3	59,2	59,6
	10 : 00 EZ	Markit Service PMI (points)	July	55,4	55,5	55,4
	10 : 00 EZ	Markit Manufacturing PMI (points)	July	56,8	57,2	57,4
	15 : 45 US	Markit Service PMI (points)	July	54,2	-	55,4
	15 : 45 US	Markit Manufacturing PMI (points)	July	53,2	-	52,0
	16 : 00 US	Existing home sales (mom, %)	June	5520	5650	5620
25.	10 : 00 DE	IFO Economic sentiment index (points)	July	116	115,0	115,1
	15 : 00 US	Case-Shiller Home Price Index (yoy, %)	May	5,7	5,8	5,7
	16 : 00 US	Consumer confidence (point)	July	121,1	116,5	118,9
26.	10 : 30 UK	GDP (preliminary, qoq, %)	Q2	0,3	0,3	0,2
	10 : 30 UK	GDP (preliminary, yoy, %)	Q2	1,7	1,7	2,0
	16 : 00 US	New home sales (annualized monthly, '000s)	June	610	615	610
	20 : 00 US	Interest rate decision (%)	July	1,0-1,25	1,0-1,25	1,0-1,25
27.	9 : 00 HU	Unemployment rate (%)	June	4,3	-	4,4
	14 : 30 US	Durable goods orders (mom, %)	June	6,5	3,0	-0,1
28.	1 : 30 JP	CPI (yoy, %)	June	0,4	-	0,4
	1 : 30 JP	core-CPI (yoy, %)	June	0,4	0,4	0,4
	7 : 30 FR	GDP (preliminary, qoq, %)	Q2	0,5	0,5	0,4
	9 : 00 ES	GDP (preliminary, qoq, %)	Q2	0,9	0,9	0,8
	11 : 00 EZ	EC Economic Sentiment Index (points)	July		110,8	111,1
	14 : 00 DE	CPI (flash, yoy, %)	July		1,5	1,6
	14 : 30 US	GDP (preliminary, annualized qoq, %)	Q2		2,5	1,4

*preliminary data

Source: Reuters, OTP Research

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