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Daily Global Report

Summary

- Europe rose, BUX hit a new peak, U.S. indexes stalled
- Oil continued to rise
- The Bank of England is preparing to raise interest rates, the pound has risen sharply
- U.S. prices topped expectations: is inflation awakening?

European markets rose, while in the U.S., the S&P and Nasdaq have withdrawn from their Wednesday peaks. In Europe, automotive companies led the rally, while in the U.S. utilities, industrial and energy companies performed well. BUX gained 0.6% for a new peak; blue chips rose except for Richter.

Oil has continued to rise, and WTI has surpassed 50 USD/barrel. The market has continued to digest bullish news during the week: both OPEC and EIA have signaled the tightening of the market in their recent reports. Gold also rose, but copper was hit by weak Chinese macro data that had appeared yesterday morning.

As expected, Bank of England did not change the benchmark interest rate, but according to its hawkish commentary, interest rate increases may start in the coming months. Just like U.K. inflation figures that exceeded expectations on Tuesday, this news also boosted the pound, which won 1.4% against the dollar.

The Swiss and Turkish central banks did not change the base rate either. The SNB announcement indicated that, despite the devaluation against the euro, the franc remains overvalued. The Turkish central bank promised to maintain tight monetary conditions due to inflation risks. The lira appreciated 0.7% against the dollar.

U.S. and eurozone government securities yields barely moved. The anticipated tightening of the Bank of England was also followed by U.K. bonds; the yield on the 10 year Gilt gained around 8 points following the BoE decision.

Hungarian long yields fell by 3 to 5 points. The forint weakened again vis-a-vis the euro, and closed the day near 308.5, a level which was touched briefly during Wednesday.

U.S. inflation data published on Thursday exceeded expectations. Although rising gasoline prices after Hurricane Harvey played an important part, several analysts have argued that U.S. inflation may emerge after several months of coma, and this again raises the odds for another Fed rate hike in December.

North Korea performed another ballistic missile test this morning; the missile flew over Japan. The UN Security Council will discuss this new development in a closed session. Markets were relatively unfazed, the Nikkei managed to rise by this morning.

On Friday, consumer confidence as well as August industrial and retail data will arrive from the U.S. The Russian central bank will hold a rate-setting meeting. Over the past period, Russian inflation undershot the 4% target (3.2% in August), which could allow for a more substantial reduction in the 9% base rate: most analysts expect a 50 bp cut..

	Részvény				Kötvény				Nyersanyag és deviza			
	Termék neve	Záró ár	Napi változás (%)	YTD (%)	Termék neve	Hozam	Napi változás*	YTD*	Termék neve	Záró ár	Napi változás (%)	YTD (%)
Globál	S&P500	2495.6	-0.1	11.5	VIX	10.4	-0.6	-26	WTI	49.9	1.2	-7.1
	DOW	22203.5	0.2	12.4	US 2Y	1.37	1	17	Brent	55.47	0.6	-2.4
	Nasdaq100	5968.8	-0.6	22.7	US 10Y	2.20	0	-23	Arany	1329.4	0.5	15.5
	DAX	12540.5	-0.1	9.2	GER 2Y	-0.71	0	9	Ezüst	17.74	0.1	11.4
	CAC40	5225.2	0.1	7.5	GER 10Y	0.41	1	21	EUR/USD	1.19	0.3	13.4
	FTSE 100	7295.4	-1.1	2.1	PT10Y	2.81	-1	-95	EUR/GBP	0.89	-1.1	4.4
	FTSE MIB	22281.1	0.2	15.8	IT 10Y	2.13	2	30	EUR/NOK	9.39	0.3	3.3
	Stoxx600	381.8	0.1	5.6	SP 10	1.61	3	21	USD/CAD	1.22	-0.1	-9.4
	- Banks	163.2	-0.1	21.7	iTRAXX	51.1	0	-29	AUD/USD	0.80	0.3	10.9
	Nikkei 225	19909.5	0.5	4.2	JPY 2Y	-0.14	0	3	USD/JPY	110.22	-0.2	-5.7
SSEC	3368.8	-0.1	8.5	JPY 10Y	0.02	-2	-3	GBP/USD	1.34	1.4	8.6	
Régió	RTS	1125.7	0.7	-2.3	RUS10	7.6	0.1	-10	USD/RUB	57.491	-0.8	-6.2
	WIG20	2507.43	0.3	28.7	POL 10	3.2	0.2	-11	EUR/PLN	4.28	-0.1	-2.9
	PX50	1043.3	-0.1	13.2	CZ10	1.0	1.0	113	EUR/RON	4.601	0.0	1.4
Magyar	BUX	38243	0.3	19.5	3 hó DKJ	0.10	0	-6	EUR/HUF	308.46	0.2	-0.1
	OTP	10435	0.6	24.2	1 év	0.08	0	-10	USD/HUF	258.73	-0.1	-11.8
	MOL	24255	0.8	17.5	3 év	0.59	-8	-27	CHF/HUF	268.55	0.0	-6.7
	MTelekom	479	0.6	-3.8	5 év	1.52	-9	-25	PLN/HUF	72.10	0.4	2.9
	Richter	6641	-1.1	6.9	10 év	2.83	-8	-37	GBP/HUF	346.51	1.5	-4.1
Memo:	CPI, (év/év, %)		Alapkamat		3 hó Bu	0.12	-1.0	-25.0	HUN GDP (év/év, %)		EUR GDP (év/év, %)	
	2017.aug.	2.6%	MNB	0.9%	FRA:				2017Q2	3.2%	2017Q2	2.3%
	2016 tény	0.4%	FED	1,0-1,25%	- 3x6	0.05	1	-25	2016 tény	2.0%	2016 tény	1.7%
	2017 progn.	2.3%	EKB	0.0%	- 9x12	0.08	0	-34	2017 progn.	3.9%	2017 progn.	1.9%
	2018 progn.	1.3%	BOE	0.25%	CDS 5Y	92.17	0.0	-22.7	2018 progn.	4.1%	2018 progn.	1.7%

* A kötvényhozamok esetén a változás százalék helyett bázispontban van kifejezve (kivéve VIX és ITRAXX).

Source: Reuters, OTP Research

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2017 9. 12. 10 : 30	UK	Inflation (yoy, %)	Aug.	2.9	2.8	2.6
10 : 30	UK	Core inflation (yoy, %)	Aug.	2.7	2.5	2.4
13. 8 : 00	DE	CPI (final, yoy, %)	Aug.	1.8	-	1,8*
9 : 00	HU	GDP (detailed, yoy, %, NSA)	July	0.2	-	0,2*
11 : 00	EZ	GDP (detailed, qoq, %, SA)	July	0.1	0.2	-0.6
11 : 00	EZ	Employment (yoy, %)	Q2	1.6	-	1.5
20 : 00	US	Federal budget balance (USDbn)	Aug.	-108	-119.5	-43.0
14. 4 : 00	CN	Infrastructural spending (yoy, %)	Aug.	7.8	8.2	8.3
4 : 00	CN	Infrastructural investment (yoy, %)	Aug.	6	6.6	6.4
4 : 00	CN	Retail sales (yoy, %)	Aug.	10.1	10.5	10.4
0 0 0 13 : 00	UK	Interest rate decision (%)	Sept.	0.25	0.25	0.3
14 : 30	US	CPI (yoy, %)	Aug.	1.9	1.8	1.7
14 : 30	US	CPI (mom, %)	Aug.	0.4	0.3	0.1
14 : 30	US	core-CPI (yoy, %)	Aug.	1.7	1.6	2
14 : 30	US	core-CPI (mom, %)	Aug.	0.2	0.2	0.1
15. 9 : 00	HU	Construction output (yoy, %)	May		-	27.2
11 : 00	EZ	Labour cost (yoy, %)	Q2		-	1.5
11 : 00	EZ	Nominal wages (yoy, %)	Q2		-	1.4
14 : 30	US	New York Fed Manufacturing index (points)	Sept.		20.5	25.2
14 : 30	US	Retail sales (mom, %)	Aug.		0.4	0.6
15 : 15	US	Industrial production (mom, %)	Aug.		0.4	0.2
16 : 00	US	Business inventories (mom, %)	July		0.3	0.5
16 : 00	US	Michigan Consumer confidence (preliminary, points)	Sept.		-	96.8

* preliminary data

Source: Reuters, OTP Research

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