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Global Daily Report

Summary

- Wednesday's trading was fairly optimistic on the stock markets of the world
- The Fed did not raise interest rates, and it expects to reach the 2% inflation target in the medium term
- The euro weakened versus the USD
- Commodity markets lacked a single direction yesterday

Global stock markets had a buoyant day on Wednesday. In America, the S&P500 upped 0.2%. In European markets, the DAX advanced 1.8%; the CAC40 climbed 0.2% higher while the FTSE100 inched down 0.1%. In the CEE region, the BUX and the WIG20 were closed yesterday.

In today's trading in Asia, China's SSEC sank almost 1%.

Wednesday's rate setting meeting of the Fed left interest rates on hold, as expected. The subsequent statement points out that, despite the continued improvement in labour market conditions, inflation will reach the Fed's 2% inflation target in the medium term only. Today President Trump is to name the next chair of the Fed. The candidates include incumbent Janet Yellen, as well as John Taylor and Jerome Powell.

In Wednesday's trading the US dollar firmed 0.2% against the EUR and 0.5% versus the JPY.

The Brent slipped 0.8% while the WTI barely changed. Among precious metals, gold edged 0.1% down, while silver ended the day 1.4% higher.

Facebook's latest earnings report has beaten analysts' forecasts by 5% on the revenue line, and by 24% in terms of earnings per share. The social media giant owns a quarter of the world's digital advertisements, with mobile ads accounting for nearly 90% of the total revenue from advertisement, the report revealed. Facebook's free cash flow expanded further; to more than 7% of its market capitalization. The number of employees sky-rocketed 47% in year-over-year comparison. The company's share price was up 1.5% in after-hours trading following the publication of its quarterly report.

	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	2579,4	0,2	15,2	VIX	10,2	0,2	-27	WTI	54,30	0,3	1,1
	DOW	23435,0	0,2	18,6	US 2Y	1,62	2,4	42	Brent	60,49	-1,4	6,5
	Nasdaq100	6248,7	0,3	28,5	US 10Y	2,38	0,0	-6	Gold	1274,0	0,2	10,6
	DAX	13465,5	1,8	17,3	GER 2Y	-0,75	0,0	4	Silver	17,12	2,6	7,4
	CAC40	5514,3	0,2	13,4	GER 10Y	0,37	0,7	16	EUR/USD	1,1617	-0,2	10,5
	FTSE 100	7488,0	-0,1	4,8	PT10Y	2,11	4,2	-165	EUR/GBP	0,8770	0,1	3,0
	FTSE MIB	22992,0	0,9	19,5	IT 10Y	1,80	-2,9	-3	EUR/NOK	9,4674	-0,5	4,2
	Stoxx600	396,8	0,4	9,8	SP 10	1,48	1,6	8	USD/CAD	1,2865	-0,1	-4,2
	- Banks	161,3	-0,5	20,2	ITRAXX	49,7	-0,6	-31	AUD/USD	0,7675	0,3	6,4
	Nikkei 225	22539,1	0,0	17,9	JPY 2Y	-0,16	0,0	2	USD/JPY	114,15	0,5	-2,3
SSEC	3368,8	-0,8	8,5	JPY 10Y	0,06	-0,7	1	GBP/USD	1,3244	-0,3	7,4	
Regional	RTS	1126,4	1,2	-2,2	RUS10	7,62	0,0	-9	USD/RUB	58,260	-0,1	-5
	WIG20	2524,9	0,0	29,6	POL 10	3,44	0,0	-5	EUR/PLN	4,2318	-0,1	-3,9
	PX50	1067,7	0,2	15,9	CZ10	1,57	-1,6	236	EUR/RON	4,6018	0,0	1,5
Hungary	BUX	39612	0,0	23,8	3M TB	0,03	0	-13	EUR/HUF	310,77	-0,1	0,6
	OTP	10780	0,0	28,3	1Y	0,06	0	-12	USD/HUF	267,44	0,1	-8,9
	MOL	3201	0,0	24,1	3Y	0,56	0	-30	CHF/HUF	268,13	0,0	-6,9
	MTelekom	464	0,0	-6,8	5Y	1,29	0	-48	PLN/HUF	73,460	0,1	4,9
	Richter	6650	0,0	7,1	10Y	2,55	0	-65	GBP/HUF	355,30	0,1	-2

* 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 10. 31	8 : 00	DE Retail sales (mom, %)	Sept.	0,5	0,8	-0,4
	11 : 00	EZ EC Economic Sentiment Index (points)	Oct.	114	113,3	113,1
	13 : 30	US Personal income (mom, %)	Sept.	0,4	0,4	0,2
	13 : 30	US Personal consumption (adjusted, mom, %)	Sept.	1	0,7	0,1
	14 : 00	DE CPI (flash, yoy, %)	Oct.	1,5	1,7	1,8
31.	2 : 00	CN NBS Manufacturing PMI (points)	Oct.	51,6	52,0	52,4
	2 : 00	CN NBS non-Manufacturing PMI (points)	Oct.	54,3	-	55,4
	5 : 00	JP Interest rate decision (%)	Oct.	-0,1	-	-0,1
	7 : 30	FR GDP (preliminary, qoq, %)	Q3	0,5	0,5	0,6
	9 : 00	HU Industrial producer prices (yoy, %)	Sept.	4,1	-	2,4
	11 : 00	EZ CPI (flash, yoy, %)	Oct.	1,4	1,4	1,5
	11 : 00	EZ Core CPI (flash, yoy, %)	Oct.	0,9	1,1	1,3
	11 : 00	EZ Unemployment rate (%)	Sept.	8,9	9,0	9,1
	11 : 00	EZ GDP (preliminary, qoq, %)	Q3	0,6	0,5	0,6
	11 : 00	EZ GDP (preliminary, yoy, %)	Q3	2,5	2,4	2,3
	15 : 00	US Case-Shiller Home Price Index (yoy, %)	Aug.	5,9		5,8
	15 : 00	US Consumer confidence (point)	Oct.	125,9	120,3	119,8
	15 : 45	US Chicago PMI (points)	Oct.	66,2	60,0	65,2
11. 1.	1 : 30	JP Nikkei Manufacturing PMI (points)	Oct.	52,8	-	52,4
	13 : 15	US ADP non-farm employment (mom, '000s)	Oct.	235	225	135
	15 : 00	US Construction expenditure (mom, %)	Sept.	0,3	0,1	0,5
	15 : 00	US ISM Manufacturing PMI (points)	Oct.	58,7	59,0	60,8
	19 : 00	US Interest rate decision (%)	Nov.	1,0-1,25	1,0-1,25	1,0-1,25
	20 : 30	US Vehicle sales (annualized monthly, million)	Oct.	18,09	17,39	18,57
2.	9 : 00	HU Trade balance (detailed, monthly, EUR mn)	Aug.		-	440*
	9 : 00	HU Manufacturing PMI (points)	Oct.		-	59,3
	13 : 00	UK Interest rate decision (%)	Nov.		0,5	0,3
3.	10 : 00	HU Aggregated real house price index (Nat. Bank of Hungary)	Q2		-	119,4
	13 : 30	US Unemployment rate (%)	Oct.		4,2	4,2
	13 : 30	US Average earnings (yoy, %)	Oct.		2,9	2,9
	13 : 30	US Average earning (mom, %)	Oct.		0,3	0,5
	13 : 30	US Non-farm payroll (mom, '000s)	Oct.		300	-33
	15 : 00	US ISM non-Manufacturing PMI (points)	Oct.		59,0	59,8
	15 : 00	US Factory orders (mom, %)	Sept.		1,0	1,2

*preliminary data

Source: Reuters, OTP Research

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