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Global Daily Report

Summary

- Thursday's trading session was positive in the USA but investors got exhausted in Europe.
- Currency markets saw a rather uneventful day.
- The EZ's manufacturing PMIs surpassed expectations

Trading sentiment was fairly sanguine on global stock markets on Thursday. America's major indices closed 0.3-0.5% higher. Their European peers did not do that well: the DAX, the CAC, and the IBEX all ended the day in the red. Only the FTSE index group (London's FTSE 100 and Italy's FTSE MIB) could advance. In the USA, investors hammered Tesla, as not only did the electric car maker publish disappointing Q3 figures, but it also announced that boosting the manufacturing of Model 3 will take longer than had been thought. In general, the finance sector fared well in America, while commodity names and the services sector suffered losses; technology shares closed mixed.

Donald Trump nominated Jerome Powell, to replace outgoing Janet Yellen at the helm of the Fed from the beginning of next year. Market reaction was basically positive, and currency markets treated the announcement lightly. In Europe, the Bank of England raised its benchmark rate by 25 basis points, to 0.5%, in line with expectations. The Czech National Bank also lifted its base rate by 25 bps, to 0.5%. Currency markets, including the CEE region, had a fairly quiet day, without significant changes in the main pairs.

Commodity markets lacked sharp moves; the Brent is trading water near USD 60.

The manufacturing purchasing managers' indices published for several members of the eurozone yesterday have mostly topped expectations. The USA released the usual weekly unemployment statistics, which surpassed expectations this time. Another important information, the preliminary productivity and unit labour cost statistics suggest that productivity increased somewhat faster than had been thought, even though the data may be revised substantially. Unit labour costs were in line with expectations, even if the previous quarter's gauge was revised down.

	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	2579,9	0,0	15,2	VIX	9,9	-2,6	-29	WTI	54,30	0,0	1,1
	DOW	23516,3	0,3	19,0	US 2Y	1,61	-0,8	41	Brent	60,62	0,2	6,7
	Nasdaq100	6248,7	0,0	28,5	US 10Y	2,35	-2,7	-8	Gold	1275,6	0,1	10,8
	DAX	13440,9	-0,2	17,1	GER 2Y	-0,75	-0,1	4	Silver	17,08	-0,3	7,2
	CAC40	5510,5	-0,1	13,3	GER 10Y	0,37	0,2	17	EUR/USD	1,1656	0,3	10,9
	FTSE 100	7555,3	0,9	5,8	PT10Y	2,11	-0,4	-165	EUR/GBP	0,8926	1,8	4,8
	FTSE MIB	23046,1	0,2	19,8	IT 10Y	1,80	0,6	-2	EUR/NOK	9,4817	0,2	4,4
	Stoxx600	394,9	-0,5	9,3	SP 10	1,48	0,8	9	USD/CAD	1,2806	-0,5	-4,6
	- Banks	162,0	0,4	20,8	iTRAXX	49,9	0,3	-31	AUD/USD	0,7712	0,5	6,9
	Nikkei 225	22539,1	0,0	17,9	JPY 2Y	-0,16	-0,4	1	USD/JPY	114,08	-0,1	-2,4
SSEC	3368,8	-0,4	8,5	JPY 10Y	0,06	-0,1	1	GBP/USD	1,3057	-1,4	5,8	
Regional	RTS	1118,7	-0,7	-2,9	RUS10	7,60	-0,3	-9	USD/RUB	58,182	-0,1	-5
	WIG20	2501,4	-0,9	28,4	POL 10	3,48	1,0	-4	EUR/PLN	4,2331	0,0	-3,9
	PX50	1066,2	-0,1	15,7	CZ10	1,66	5,7	255	EUR/RON	4,5975	-0,1	1,4
Hungary	BUX	40150	1,4	25,5	3MTB	0,03	0	-13	EUR/HUF	310,79	0,0	0,6
	OTP	10715	-0,6	27,6	1Y	0,06	0	-12	USD/HUF	266,45	-0,4	-9,2
	MOL	3300	3,1	27,9	3Y	0,57	1	-29	CHF/HUF	266,63	-0,6	-7,4
	MTelekom	464	0,0	-6,8	5Y	1,29	0	-48	PLN/HUF	73,380	-0,1	4,8
	Richter	6790	2,1	9,3	10Y	2,51	-4	-69	GBP/HUF	347,82	-2,1	-4

* 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.	458	-	440*
	9 : 00	HU Manufacturing PMI (points)	Oct.		-	59,3
	13 : 00	UK Interest rate decision (%)	Nov.	0,5	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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