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# Global Daily Report

### Summary

- Stock markets made gains across the board on Tuesday as trade war fears eased
- But the resignation of Donald Trump's top economic adviser soured the mood this morning
- The dollar's weakening drove the EUR/USD to 1.24
- Long-term bond yields rose in Europe.

Stock markets advanced on both sides of the Atlantic yesterday. The buoyancy benefited from the ebb of trade war concerns: the EU (and a number of other countries) threatened to impose taxes on a number of American products that are manufactured in the states of prominent Republican politicians – this made legislators protest louder President Trump's import tariff plan. The President is open to changes, Senator David Perdue, who is close to Donald Trump, said on Tuesday. News that South Korea seems to be willing to abandon its nuclear test weapons was not less cheering.

The fading of protectionisms fears was particularly relaxing for emerging markets. The MSCI emerging market index rose 1.9% yesterday.

But the sentiment got sour this morning on news that President Trump's pro-free-trade economic adviser, Gary Cohn had unexpectedly resigned. In the Asian market session, stock indices closed down. The DAX and S&P futures opened almost 1% in the red.

Oil prices edged down, as API's weekly data signified a continued rise in American oil inventories. Bloomberg's commodity index upped 0.3%, precious metal and copper prices increased, while agricultural prices were down on the whole.

The dollar's depreciation sent the EUR/USD to a two-week high of 1.24. American government bond yields stagnated, but those in Europe climbed higher.

The most important global macroeconomic figure released yesterday caused surprise: US factory orders contracted by 1.4% in January.

Today's highlights include the Halifax house price index from the United Kingdom as well as employment data from the USA. Elsewhere, the national bank of Poland will hold rate-setting meeting.

	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	2728,1	0,3	2,0	VIX	18,4	-2	66	WTI	62,73	0,0	3,8
	DOW	24884,1	0,0	0,7	US 2Y	2,2	0	36	Brent	65,79	0,4	-1,6
	Nasdaq100	6881,3	0,0	7,6	US 10Y	2,9	0	47	Arany	1334,06	1,1	2,4
	DAX	12113,9	0,2	-6,2	GER 2Y	-0,5	-1	9	Ezüst	16,73	1,8	-1,3
	CAC40	5170,2	0,1	-2,7	GER 10Y	0,7	4	25	EUR/USD	1,24	0,5	3,4
	FTSE 100	7146,8	0,4	-7,0	PT10Y	1,9	-3	-1	EUR/GBP	0,89	0,3	0,6
	FTSE MIB	22202,5	1,8	1,6	IT 10Y	2,1	1	9	EUR/NOK	9,65	0,0	-2,1
	Stoxx600	371,4	0,1	-4,6	SP 10	1,5	0	-9	USD/CAD	1,29	-0,7	2,4
	- Banks	166,8	0,9	1,1	iTRAXX	52,4	-3	16	AUD/USD	0,78	0,8	0,3
	Nikkei 225	21417,8	0,0	-5,9	JPY 2Y	-0,2	1	-2	USD/JPY	106,11	-0,1	-5,8
SSEC	3270,5	-0,6	-1,1	JPY 10Y	0,1	0	0	GBP/USD	1,39	0,3	2,8	
Regional	RTS	1281,4	0,2	11,0	RUS10	7,1	0	-7	USD/RUB	56,703	0,5	-1,7
	WIG20	2339,5	0,4	-4,9	POL 10	3,3	0	1	EUR/PLN	4,19	0,0	0,3
	PX50	1121,0	0,7	4,0	CZ10	2,0	3	29	EUR/RON	4,659	0,0	-0,4
Hungary	BUX	38008	2,4	-3,5	3M T-Bill	0,02	0	-2	EUR/HUF	312,64	-0,5	0,7
	OTP	11220	1,4	4,7	1Y	0,06	1	1	USD/HUF	252,00	-1,0	-2,6
	MOL	2876	3,8	-4,3	3Y	0,91	1	36	CHF/HUF	268,20	-1,0	1,2
	MTelekom	448	0,7	-2,2	5Y	1,58	3	41	PLN/HUF	74,60	-0,5	0,4
	Richter	5875	4,8	-13,3	10Y	2,73	7	68	GBP/HUF	349,84	-0,7	0,1

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

Sources: Reuters, OTP Research

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2018 3. 5. 10 : 30	EZ	Sentix Investor confidence (points)	Jan.	24	31	32
	EZ	Retail sales (yoy, %)	Jan.	2,3	2,1	1,9
6. 9 : 15	CH	CPI (yoy, %)	Febr.	0,6	0,5	0,7
	RU	CPI (yoy, %)	Febr.	2,2	2,3	2,2
7. 9 : 30	UK	Halifax house prices (mom, %)	Febr.		0,3	-0,6
	PL	Interest rate decision (%)	Jan.		-	1,5
0 14 : 15	US	ADP non-farm employment (mom, '000s)	Dec.		195,0	234,0
8. 0 : 50	JP	Balance of payments (quarterly, EURbn)	Febr.		310,0	797,2
	CN	Jerome Powell testimony (House Financial Services Comm.)	-		13,9	11,1
	CN	Import (yoy, %)	Febr.		9,7	36,9
	CN	Trade balance (monthly, billion USD)	Febr.		-5,3	20,3
	DE	Industrial orders (mom, %)	Q4		-2,3	3,8
	HU	CPI (yoy, %)	Jan.		2,0	2,1
	EZ	Interest rate decision (deposit rate, %)	Q4		-0,4	-0,4
	US	Initial jobless claims ('000s)	Q4		220,0	210,0
	US	Continuous jobless claims ('000)	Febr.		-	1931,0
9. 0 : 30	JP	Household spending (yoy, %)	Febr.		-1,2	-0,1
	CN	CPI (yoy, %)	Q4		2,5	1,5
	JP	Interest rate decision (%)	Febr.		-0,1	-0,1
	DE	Industrial production (mom, %)	Jan.		0,5	-0,6
	DE	Trade balance (adjusted, million euro)	Febr.		20,7	21,4
	FR	Industrial production (mom, %)	Jan.		-0,3	0,5
	SP	Industrial production (yoy, %)	Jan.		5,1	6,1
	CZ	CPI (yoy, %)	Jan.		-	2,2
	HU	Trade balance (monthly, EUR mn)	Q4		-	513,0
	UK	Industrial production (yoy, %)	Jan.		1,5	0,0
	UK	Manufacturing production (yoy, %)	Febr.		2,8	1,4
	US	Non-farm payroll (mom, '000s)	Febr.		190,0	200,0
	US	Unemployment rate (%)	Jan.		4,0	4,1
	US	Average earnings (mom, %)	Dec.		0,2	0,3
	US	Average earnings (yoy, %)	Q4		2,8	2,9
	US	Average workweek hours	Q4		34,4	34,3
	US	Wholesale inventories (mom, %)	Jan.		-	0,6

Sources: Reuters, OTP Research

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