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Global Daily Report

Summary

- Europe's equity markets dropped
- America's indices picked up on Monday
- The US dollar extended its loss against the EUR

Europe opened the week modestly as the US air strike in Syria added to geopolitical concerns, rather than soothing investors. The Stoxx600 closed 0.4% down, as did the DAX, while the FTSE shed 0.9%. The EUR's appreciation did not benefit Europe's exporters. Meanwhile the GBP firmed 0.7% versus the USD, pushing the pair to a two-year low of 1.4333.

The USA eked out slight gains on Monday as the beginning of the Q1 earnings report season made investors sanguine. The figures of Bank of America and of Charles Schwab beat expectations; Netflix's report came after market hours. One sign of Monday's general upbeat mood was that all of the S&P's sector indices could climb higher; the benchmark's 0.8% rise was largely fuelled by utilities, raw materials and consumption sectors, while financial and healthcare names underperformed. The S&P's Monday growth brought the index's year-to-date performance into positive territory. The technology sector advanced too; its biggest players gained 1–1.5%. Exceptions included Facebook, which failed to return to previous levels, NVidia closed just below 0, Oracle edged 0.1% lower, and Qualcomm fell 1.7%. The healthcare sector was dragged down by Bristol-Myers-Squibb's 8% nose-dive, as its lung cancer treatment was found less efficient than Merck's similar solution, thus its rival is likely to face an upsurge in sales. Merck's share price soared 2.6% after the report. Goldman Sachs, IBM and Johnson & Johnson will all publish their reports today.

There were sharp moves on commodity markets on Monday. The WTI crude oil slid 1.7%, while the Brent surged 1.6%. Aluminium price jumped 5% in London, owing to the Russia sanctions.

The retail sales figures released in the USA yesterday indicated stronger-than-expected month/month growth, after shrinking in February. The New York Fed manufacturing index fell sharper than had been thought.

Today's interesting macroeconomic releases include China's Q1 GDP data, the April reading of Germany's ZEW economic sentiment index, and US housing market statistics.

Asia's markets closed in the red this morning. The macroeconomic data on China did not surprise, only the March reading of retail sales topped economists' forecast.

	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	2677,8	0,8	0,2	VIX	16,6	-4,9	50	WTI	66,22	-1,7	9,6
	DOW	24573,0	0,9	-0,6	US 2Y	2,38	0,8	49	Brent	71,42	-1,6	6,8
	Nasdaq100	6675,2	0,7	4,4	US 10Y	2,83	0,4	42	Gold	1345,5	0,0	3,3
	DAX	12391,4	-0,4	-4,1	GER 2Y	-0,56	0,0	7	Silver	16,60	-0,1	-2,0
	CAC40	5313,0	0,0	0,0	GER 10Y	0,53	1,3	10	EUR/USD	1,24	0,4	3,2
	FTSE 100	7198,2	-0,9	-6,4	PT10Y	1,65	-0,9	-28	EUR/GBP	0,86	-0,3	-2,8
	FTSE MIB	23329,3	0,0	6,8	IT 10Y	1,80	0,7	-20	EUR/NOK	9,6	0,4	-2,3
	Stoxx600	377,7	-0,4	-2,9	SP 10	1,24	0,6	-33	USD/CAD	1,26	-0,4	-0,1
	- Banks	162,2	0,1	-1,7	iTRAXX	53,7	-2,2	19	AUD/USD	0,78	0,2	-0,3
	Nikkei 225	21847,6	0,1	-4,0	JPY 2Y	-0,15	0,1	-1	USD/JPY	107,10	-0,2	-4,9
	SSEC	3093,0	-0,6	-6,5	JPY 10Y	0,04	0,2	-1	GBP/USD	1,4335	0,7	6,1
Regional	RTS	1085,2	-1,8	-6,0	RUS10	7,50	-0,1	-1	USD/RUB	61,134	-1,4	6,0
	WIG20	2300,2	-0,4	-6,5	POL 10	3,09	1,3	-6	EUR/PLN	4,1515	-0,4	-0,6
	PX50	1136,6	0,2	5,4	CZ10	1,82	2,1	19	EUR/RON	4,6391	-0,4	-0,8
Hungary	BUX	38296,3	-0,1	-2,7	3M BUBOR	0,03	0,0	0	EUR/HUF	310,04	-0,2	-0,2
	OTP	11280,0	-0,4	5,2	3M D T-Bill	0,06	0,0	2	USD/HUF	250,40	-0,5	-3,3
	MOL	2968,0	-0,1	-1,2	3Y	0,82	1,6	27	CHF/HUF	260,83	-0,4	-1,6
	MTelekom	456,5	0,6	-0,3	5Y	1,41	2,0	24	PLN/HUF	74,640	0,1	0,5
	Richter	5370,0	0,0	-20,8	10Y	2,43	0,0	38	GBP/HUF	358,85	-0,2	2,7

* 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 4. 16. 14 : 30	US	Retail sales (mom, %)	March	0,6	0,3	-0,1
14 : 30	US	New York Fed Manufacturing index (points)	Apr.	15,8	20,1	22,5
16 : 00	US	Business inventories (mom, %)	Febr.	0,6	0,5	0,6
17. 4 : 00	CN	Infrastructural spending (yoy, %)	March	7,5	7,6	7,9
4 : 00	CN	Industrial production (yoy, %)	March	6,0	6,2	7,2
4 : 00	CN	Retail sales (yoy, %)	March	10,1	9,9	9,7
4 : 00	CN	GDP (yoy, %)	Q1	6,8	6,8	6,8
4 : 00	CN	GDP (qoq, SA, %)	Q1	1,4	1,5	1,6
11 : 00	DE	ZEW Economic Sentiment (points)	Apr.		-	5,1
14 : 30	US	Housing starts (annualized monthly, '000s)	March		1271	1236
14 : 30	US	Building permits (annualized monthly, '000s)	March		1320	1321
15 : 15	US	Industrial production (mom, %)	March		0,3	0,9
18. 10 : 30	UK	Inflation (yoy, %)	March		2,7	2,7
10 : 30	UK	Core inflation (yoy, %)	March		2,5	2,4
11 : 00	EZ	CPI (final, yoy, %)	March		1,4	1,4*
20 : 00	US	Beige Book	-		-	-
19. 10 : 30	UK	Retail sales (mom, %)	March		-0,1	0,8
16 : 00	US	Leading index (mom, %)	March		0,3	0,6
20. 1 : 30	JP	CPI (yoy, %)	March		-	1,5
1 : 30	JP	core-CPI (yoy, %)	March		0,9	1,0
9 : 00	HU	Gross wages (yoy, %)	Febr.		-	13,8
16 : 00	EZ	Consumer confidence index (flash, points)	Apr.		-0,1	0,1
	US	IMF - World Bank semi-annual meeting	-	-	-	-

*preliminary data

Sources: Reuters, OTP Research

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