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Global Daily Report

Summary

- Despite the gloomy overture in Asia on Friday, things played out well on most stock markets of Europe and America
- Apple's stock price hit all-time high
- US non-farm payrolls were paler than expected but the unemployment rate dropped further.

On Friday Asia ended a pessimistic trading but most stock markets in Europe and in the USA climbed higher. In Europe, the DAX gained 1%. On the other side of the Atlantic, the Dow Jones Industrial Average rallied 1.4% as only one of its components, Chevron dipped. In the tech sector, surging 4% sent Apple's share price to record high. Apparently, investors appreciate the tech giant's cheering first-quarter flash report as well as news that Warren Buffet had bought additional 75 million shares in the January-March period.

The dollar's firming led the EUR/USD near 1.191 at one point on Friday. This is the lowest year-to-date gauge, and the cross has not visited this level since end-2017. A continued rise in crude oil prices sent the Brent above 75 USD/barrel, its highest since the great slump in 2014. Back in early 2016, a barrel of this key commodity traded below than USD 30, and there was a period in June 2017 when it cost only USD 45.

Speaking in an interview with the BBC, Britain's business secretary expressed hope that there would be a customs agreement between the European Union and the United Kingdom following Brexit.

In appreciation of France's efforts to tackle structural problems, Moody's assigned positive outlook to the country's long-term debt rating but left it at Aa2.

The central bank of Argentine raised its benchmark rate again, to 40%. The base rate was 27.25% a week ago, before decision-makers lifted interest rates three times in eight days because of the peso's weakening.

Today Vladimir Putin will be sworn in as Russia's President for a fourth term.

US non-farm payrolls rose (by 164,000) in April, slower than analysts' consensus had expected (192,000). However, the March gauge was revised 32,000 higher, while the unemployment rate fell to 3.9%, its lowest since year 2000. On the other hand, wages nudged 0.1% higher from the previous month, slower than forecast, and by less than a year earlier; thus the year/year rate fell.

The eurozone will publish a string of important data today. Analysts expect the Sentix investment index to have risen. German factory goods orders growth may have accelerated.

Today the National Bank of Romania may raise the base rate to 2.5%, after the previous meeting unexpectedly paused its tightening cycle.

	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	2663,4	1,3	-0,4	VIX	14,8	-7,1	34	WTI	69,7	1,9	15,4
	DOW	24262,5	1,4	-1,8	US 2Y	2,50	1,7	61	Brent	74,87	1,7	12,0
	Nasdaq100	6769,1	1,9	5,8	US 10Y	2,94	-0,2	53	Gold	1314,7	0,3	0,9
	DAX	12819,6	1,0	-0,8	GER 2Y	-0,57	0,5	7	Silver	16,49	0,5	-2,7
	CAC40	5516,1	0,3	3,8	GER 10Y	0,55	1,7	12	EUR/USD	1,20	-0,2	-0,3
	FTSE 100	7567,1	0,9	-1,6	PT10Y	1,68	1,0	-25	EUR/GBP	0,88	0,1	-0,5
	FTSE MIB	24335,0	1,1	11,4	IT 10Y	1,79	5,9	-21	EUR/NOK	9,63	-0,1	-2,2
	Stoxx600	387,0	0,6	-0,6	SP 10	1,29	4,5	-28	USD/CAD	1,28	0,0	2,1
	- Banks	157,3	0,0	-4,7	iTRAXX	56,0	-1,3	24	AUD/USD	0,75	0,1	-3,3
	Nikkei 225	22467,2	0,4	-1,3	JPY 2Y	-0,13	0	0	USD/JPY	109,11	-0,1	-3,2
SSEC	3134,6	1,4	-5,2	JPY 10Y	0,04	0	-1	GBP/USD	1,35	-0,3	0,1	
Regional	RTS	1146,6	1,6	-0,7	RUS10	7,3	-0,1	-3	USD/RUB	62,481	-0,8	8,4
	WIG20	2233,35	-2,6	-9,3	POL 10	3,2	-0,5	-4	EUR/PLN	4,25	-0,4	1,7
	PX50	1097,2	-1,5	1,8	CZ10	1,7	1,5	15	EUR/RON	4,656	-0,2	-0,5
Hungary	BUX	37916	0,7	-3,7	3M DKJ	0,09	-2	5	EUR/HUF	313,41	-0,1	0,9
	OTP	10980	0,7	2,4	1Y	0,14	1	9	USD/HUF	262,15	0,2	1,3
	MOL	2870	-3,0	-4,5	3Y	0,80	2	25	CHF/HUF	262,40	-0,1	-1,0
	MTelekom	453	-0,1	-1,1	5Y	1,38	0	21	PLN/HUF	73,85	0,4	-0,6
	Richter	5360	-0,5	-20,9	10Y	2,64	0	59	GBP/HUF	355,33	0,1	1,7

* 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 5. 7.	8 : 00	DE Industrial orders (mom, %)	March		0,7	0,3
	10 : 00	HU International reserves (preliminary, EURbn)	Apr.		-	23,1
	10 : 30	EZ Sentix Investor confidence (points)	May		20,5	19,6
	14 : 00	RO Interest rate decision (%)	May		2,5	2,3
8.	8 : 00	DE Industrial production (mom, %)	March		1,0	-1,6
	8 : 00	DE Export (mom, %)	March		1,9	-3,2
	9 : 00	HU Industrial production (preliminary, yoy, %)	March		-	4,1
	11 : 00	HU Fiscal balance (monthly, billion HUF)	Apr.		-	-345,3
9.	9 : 00	HU Inflation (yoy, %)	Apr.		2,3	2,0
	9 : 00	HU Core inflation (yoy, %)	Apr.		-	3
10.	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	March		-	841
	10 : 30	UK Industrial production (mom, %)	March		0,1	0,1
	13 : 00	UK Interest rate decision (%)	May		0,8	0,5
	14 : 30	US CPI (yoy, %)	Apr.		2,5	2,4
	14 : 30	US CPI (mom, %)	Apr.		0,3	-0,1
	14 : 30	US core-CPI (yoy, %)	Apr.		-	2,1
	14 : 30	US core-CPI (mom, %)	Apr.		0,2	0,2
	20 : 00	US Federal budget balance (USDbn)	Apr.		-	-209
11.	9 : 00	HU Construction output (yoy, %)	March		-	26,0
	16 : 00	US Michigan Consumer confidence (preliminary, points)	May		99,5	98,8

*preliminary data

Sources: Reuters, OTP Research

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