

Global Daily Report



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Summary

- The unsupportive sentiment in Europe's equity markets persisted on Friday.
- US stock indices edged somewhat higher.

In Friday's unenthusiastic trading, most benchmarks in Europe ended in negative territory, and the gains in the USA were rather thin. The Stoxx600 slipped 0.4%, the DAX fell 1.1%, and the FTSE shed 0.3%. Following the release of better-than-expected exports statistics in Germany, Europe's key benchmarks opened higher, but the initial optimism did not last long. Fears stemming from the USA-China trade tensions resurfaced as President Donald Trump said he was not planning to meet China's leader Xi Jinping before US tariffs on Chinese imports take effect on 1 March. The deteriorating sentiment prompted investors to dump auto industry and chemical shares; accordingly, Daimler reversed 2.4%, BMW went back 2.3%, Volkswagen retreated 1.4%, while Bayer shrank 1.7%, and Covestro contracted by 1.5%. The DAX's biggest loser, Wirecard slid 17% – the online payment services company had lost over a third of its value in the past few sessions, owing to alleged accounting fraud at its Singapore unit. The share prices of ThyssenKrupp, a steel manufacturer plunged 3.3% and the UK-based Melrose Industries fell 5.0%.

US markets started the other way round – Friday's session opened with a major loss before indices climbed higher, nearing Thursday's closing value. The S&P and the Nasdaq100 inched up 0.1%, while the Dow ended 0.3% in the red. In the S&P the telecommunications and the technology sectors were the best performers, followed by consumer staples, whereas financial service providers, the energy and the consumer discretionary sector all weighed on the index. The US import tariffs, effective from 1 March, are likely to remain at 10% rather than be lifted to 25%, CNBC reported. Some share prices were driven by corporate reports: the toys maker Mattel sky-rocketed 23% after publishing better-than-expected quarterly profit figures while its rival Hasbro sank 1% owing to a disappointing earnings report. Arconic, the aluminium producer (Alcoa's spin-off) slid more than 3% – even though its quarterly figures have beaten expectations, news on restructuring plans dragged its share price down. Skechers benefited 15% from a better-than-expected earnings report.

Amid the pessimism that persisted on the CEE region's stock markets on Friday, Hungary's BUX slipped 1.2%, Poland's WIG20 dipped 0.7%, and the Czech PX subsided 1.3%.

The dollar appreciated slightly against the euro and the GBP on Friday. Yields on 10Y bonds sank two basis point in the USA, and by 3 bps in both the UK and Germany.

On the commodity market, Brent crude edged 0.8% higher, and WTI added 0.2%. The prices of gold and silver prices nudged higher, while most industrial metals headed south.

This morning most of Asia's indices stood in positive territory. China's stock market resumed trading after the week-long Lunar New Year holiday; the Shanghai Composite was seen 1.3% higher. Later this week, China's deputy president Liu He, US Treasury Secretary Steven Mnuchin, and US Trade Representative Robert Lighthizer will engage in talks, Bloomberg reported. Japan's markets are closed on today's holiday. The EuroStoxx50 futures was seen slightly rising, while the S&P futures points to small drop this morning.

	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	2707,9	0,1	8,0	VIX	15,7	-4,0	-38	WTI	52,7	0,2	16,1
	DOW	25106,3	-0,3	7,6	US 2Y	2,46	-1,6	-4	Brent	62,10	0,8	15,4
	Nasdaq100	6913,1	0,1	9,2	US 10Y	2,63	-2,2	-6	Gold	1314,0	0,3	2,4
	DAX	10906,8	-1,0	3,3	GER 2Y	-0,59	-0,4	1	Silver	15,82	0,7	2,2
	CAC40	4961,6	-0,5	4,9	GER 10Y	0,09	-2,8	-16	EUR/USD	1,1328	-0,1	-1,2
	FTSE 100	7071,2	-0,3	5,1	PT10Y	1,67	0,6	-5	EUR/GBP	0,8741	-0,2	-2,7
	FTSE MIB	19351,9	-0,6	5,6	IT 10Y	2,98	2,9	20	EUR/NOK	9,7767	0,3	-1,3
	Stoxx600	358,1	-0,6	6,0	SP 10	1,24	-0,5	-18	USD/CAD	1,3276	-0,2	-2,6
	- Banks	115,5	-1,1	2,2	iTRAXX	74,3	1,7	-15,5	AUD/USD	0,7088	-0,2	0,6
	Nikkei 225	20333,2	0,0	1,6	JPY 2Y	-0,16	0,0	-3	USD/JPY	109,72	-0,1	0,1
	SSEC	2653,9	1,4	6,4	JPY 10Y	-0,03	0,0	-3	GBP/USD	1,2947	0,0	1,5
Regional	RTS	1199,7	0,0	12,5	RUS10	8,1	-0,1	-7	USD/RUB	65,461	-0,7	-6,1
	WIG20	2354,11	-0,7	3,4	POL 10	2,7	-0,7	-4	EUR/PLN	4,31	0,1	0,5
	PX50	1046,8	-1,3	6,1	CZ10	1,7	-0,3	-12	EUR/RON	4,748	0,1	2,1
Hungary	BUX	39705	-1,2	1,4	3M DKJ	0,13	-1,8	6	EUR/HUF	318,69	0,0	-0,7
	OTP	11270	-1,1	-0,2	1Y	0,46	1,6	1	USD/HUF	281,48	0,2	0,6
	MOL	3160	-2,6	2,7	3Y	1,01	0,8	-24	CHF/HUF	281,59	0,3	-1,3
	MTelekom	470	0,1	6,7	5Y	2,20	0,0	-33	PLN/HUF	73,94	-0,2	-0,9
	Richter	5565	0,5	2,5	10Y	2,66	0,0	-38	GBP/HUF	364,48	0,1	2,3

* 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.
2019 2. 11.	10 : 30	UK	Industrial production (mom, %)	Dec	0,2	-0,4
	10 : 30	UK	GDP (preliminary, qoq, %)	Q4	0,2	0,6
	12. 9 : 00	HU	Inflation (yoy, %)	Jan	2,8	2,7
	9 : 00	HU	Core inflation (yoy, %)	Jan		2,8
	13. 9 : 00	HU	Industrial production (second estimate, yoy, %)	Dec	-	5,4*
	9 : 00	HU	Construction output (yoy, %)	Dec	-	27,3
	10 : 30	UK	Inflation (yoy, %)	Jan	2,0	2,1
	10 : 30	UK	Core inflation (yoy, %)	Jan	1,9	1,9
	11 : 00	EZ	Industrial production (mom, %)	Dec	-0,3	-1,7
	14 : 30	US	CPI (yoy, %)	Jan	1,5	1,9
	14 : 30	US	core-CPI (mom, SA, %)	Jan	0,1	-0,1
	14 : 30	US	core-CPI (yoy, %)	Jan	2,1	2,2
	14 : 30	US	core-CPI (mom, SA, %)	Jan	0,2	0,2
	20 : 00	US	Federal budget balance (USDbn)	Dec	-12,0	-205,0
	14. 0 : 50	JP	GDP (preliminary, qoq, %)	Q4	0,4	-0,6
	8 : 00	DE	GDP (preliminary, SA, qoq, %)	Q4	0,1	-0,2
	8 : 00	RO	GDP (preliminary, yoy, %)	Q4	3,9	4,4
	9 : 00	EZ	GDP (preliminary, yoy, %)	Q4	1,2	1,2*
	9 : 00	EZ	GDP (preliminary, qoq, %)	Q4	0,2	0,2*
	9 : 00	HU	GDP (yoy, %)	Q4	4,6	4,9
	9 : 00	HU	GDP (qoq, %)	Q4		1,3
	9 : 00	SK	GDP (preliminary, yoy, %)	Q4	4,4	4,6
	10 : 00	PL	GDP (preliminary, qoq, %)	Q4		1,7
	10 : 30	PT	GDP (preliminary, qoq, %)	Q4		0,3
	11 : 00	EZ	GDP (second estimate, yoy, %)	Q4	1,2	1,2*
	11 : 00	EZ	GDP (second estimate, qoq, %)	Q4	0,2	0,2*
	14 : 30	US	Continuing jobless claims ('000s)	weekly		1 736
	14 : 30	US	Initial jobless claims ('000s)	weekly		234
	16 : 00	US	Business inventories (mom, %)	Nov	0,3	0,6
	15. 9 : 00	CZ	GDP (qoq, %)	Q4		0,6
	10 : 30	UK	Retail sales (mom, %)	Jan	0,1	-0,9
	14 : 30	US	New York Fed Manufacturing index (points)	Feb	6,0	3,9
	14 : 30	US	Retail sales (mom, %)	Jan	0,2	0,2
	15 : 15	US	Industrial production (mom, %)	Jan	0,2	0,3
	16 : 00	US	Michigan Consumer confidence (preliminary, points)	Feb	94,5	91,2
	2019.02.11-02.15	US	Construction expenditure (mom, %)	Dec	0,2	0,8
	2019.02.11-02.15	US	Building permits (annualized monthly, '000s)	Dec	1 290	1 322
	2019.02.11-02.15	US	Housing starts (annualized monthly, '000s)	Dec	1 254	1 256
	2019.02.11-02.15	US	Retail sales (yoy, %)	Dec	0,2	0,2
	2019.02.11-02.15	US	Durable goods orders (mom, %)	Dec	1,8	1
	2019.02.11-02.15	US	Factory orders (mom, %)	Dec	0,2	-0,6
	2019.02.11-02.15	US	New home sales (annualized monthly, '000s)	Dec	570	657
	2019.02.11-02.15	US	Personal income (mom, %)	Dec	0,5	0,2
	2019.02.11-02.15	US	Personal consumption (adjusted, mom, %)	Dec	0,3	0,4
	2019.02.11-02.15	US	GDP (preliminary, annualized qoq, %)	Q4	2,6	3,4

Sources: Reuters, OTP Research

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