

# Global Daily Report



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### Summary

- Theresa May's Brexit agreement did not receive the necessary majority; MPs will vote on no deal today.
- The EU's leaders said that this was their last Brexit offer for the UK, any delay must have a credible reason.
- Boeing is in trouble as a number of countries grounded its Boeing MAX models.

Investors were holding their breath as the UK's House of Commons voted on Theresa May's revised Brexit agreement last night after European markets' close. As expected, the withdrawal deal suffered an overwhelming defeat (391-242). In today's vote, MPs will express opinion on no-deal Brexit. If May votes get the upper hand again, Thursday's vote on delaying Brexit from 29 March will follow, but that does not solve the problem, Theresa May pointed out after the results were announced. Her speech touched upon a second referendum. Meanwhile opponent leader Jeremy Corbyn urged announcing new parliamentary elections. Donald Tusk and Jean-Claude Juncker said after the vote: That was the EU's last offer; if there is a solution to the current impasse, it can only be found in London. Any delay must have a credible reason; a reasoned request to extension would be considered and decided by unanimity.

London's FTSE100 closed 0.3% higher, and the UK's 10Y bond yield rose by one basis points. Ending a day of ups and downs, the EUR/GBP closed 1.0% higher and the USD/GBP upped 0.7%.

In America, investors monitored Brexit news as well as inflation developments. In February US consumer prices grew by 1.5% year/year, marking a 2.5-year low, while core inflation slowed to 2.1% year/year. Most of this decline can be attributed to base effects. Markets appreciated the incoming data, which confirms expectations that the Fed will keep interest rates on hold for an extended period of time and it will be cautious about tightening in the future. In the corporate world, Boeing (-6.2%) found itself in trouble as a number of European and Asian countries closed airspace to its Boeing 737 MAX models, as two of them had crashed in few months' time. In Tuesday's trading, only the Dow slipped into the red. The 10Y US yield fell four basis points.

In the commodity market, crude oil as well as industrial and precious metal prices all closed higher.

Tuesday's defeated Brexit vote left its mark on this morning's Asian trading, where the most important indices fell.

Today the House of Commons of the UK Parliament will be in the centre of attention again as MPs will vote whether to block the UK from leaving the EU without a deal.

	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	2791,5	0,3	11,4	VIX	13,8	-3,9	-46	WTI	57,2	0,7	25,9
	DOW	25554,7	-0,4	9,5	US 2Y	2,45	-2,4	-5	Brent	66,67	0,1	23,9
	Nasdaq100	7201,3	0,5	13,8	US 10Y	2,61	-3,6	-9	Gold	1301,8	0,6	1,5
	DAX	11524,2	-0,2	9,1	GER 2Y	-0,54	0,2	5	Silver	15,44	0,8	-0,3
	CAC40	5270,3	0,1	11,4	GER 10Y	0,06	-0,5	-19	EUR/USD	1,1286	0,3	-1,6
	FTSE 100	7151,2	0,3	6,3	PT10Y	1,34	3,3	-38	EUR/GBP	0,8632	1,0	-3,9
	FTSE MIB	20631,2	0,0	12,6	IT 10Y	2,54	-2,4	-23	EUR/NOK	9,7426	0,0	-1,6
	Stoxx600	373,3	-0,1	10,5	SP 10	1,19	2,1	-24	USD/CAD	1,3352	-0,3	-2,1
	- Banks	118,6	0,2	4,9	iTRAXX	60,8	-2,7	-30,9	AUD/USD	0,7080	0,2	0,4
	Nikkei 225	21281,5	-1,0	6,3	JPY 2Y	-0,15	-0,5	-2	USD/JPY	111,35	0,1	1,6
	SSEC	3027,0	-1,1	21,4	JPY 10Y	-0,04	-1,0	-5	GBP/USD	1,3073	-0,6	2,5
Regional	RTS	1183,3	0,6	11,0	RUS10	8,5	0,1	-3	USD/RUB	65,618	-0,4	-5,8
	WIG20	2310,1	0,4	1,5	POL 10	2,9	-0,1	1	EUR/PLN	4,30	0,0	0,2
	PX50	1060,4	0,1	7,5	CZ10	1,9	0,1	-3	EUR/RON	4,774	0,6	2,6
Hungary	BUX	40613	-0,5	3,8	3M DKJ	0,14	5,7	7	EUR/HUF	315,05	-0,2	-1,8
	OTP	11970	-1,1	6,0	1Y	0,36	-1,5	-10	USD/HUF	279,14	-0,5	-0,2
	MOL	3270	-0,3	6,2	3Y	1,03	0,2	-23	CHF/HUF	277,10	-0,3	-2,9
	MTelekom	470	0,5	6,8	5Y	2,33	2,0	-20	PLN/HUF	73,32	0,0	-1,7
	Richter	5300	-0,2	-2,4	10Y	3,29	3,0	25	GBP/HUF	365,22	-0,8	2,5

\* 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 3. 11. 8 : 00	DE	Industrial production (mom, %)	Jan	-0,8	0,5	0,8
8 : 00	DE	Export (mom, %)	Jan	0,0	-0,5	1,5
8 : 00	TR	GDP (yoy, %)	Q4	-3,0	-2,7	1,8
9 : 00	HU	Trade balance (preliminary, monthly, EUR mn)	Jan	382	-	393
13 : 30	US	Retail sales (mom, %)	Jan	0,2	-0,1	-1,6
15 : 00	US	Business inventories (mom, %)	Dec	0,6	0,6	0,0
12. 10 : 30	UK	Industrial production (mom, %)	Jan	0,6	0,2	-0,5
13 : 30	US	CPI (yoy, %)	Feb	2	2	2
13 : 30	US	CPI (mom, SA, %)	Feb	0,2	0,2	0,0
13 : 30	US	core-CPI (yoy, %)	Feb	2,1	2,2	2,2
13 : 30	US	core-CPI (mom, SA, %)	Feb	0,1	0,2	0,2
20 : 00	UK	Vote on May's plan in the House of Commons	-	-	-	-
13. 9 : 00	HU	Industrial production (second estimate, yoy, %)	Jan	-	-	4,4*
11 : 00	EZ	Industrial production (mom, %)	Jan	-	1,0	-0,9
13 : 30	US	Durable goods orders (mom, %)	Jan	-	-0,5	1,2
15 : 00	US	Construction expenditure (mom, %)	Dec	-	0,4	-0,6
20 : 00	UK	Vote on Hard Brexit in the House of Commons	-	-	-	-
14. 3 : 00	CN	Infrastructural spending (yoy, %)	Jan	-	6,0	5,9
3 : 00	CN	Industrial production (yoy, %)	Jan	-	5,5	5,7
3 : 00	CN	Retail sales (yoy, %)	Jan	-	8,1	8,2
9 : 00	HU	Construction output (yoy, %)	Jan	-	-	17,5
13 : 30	US	Continuing jobless claims ('000s)	weekly	-	1775	1755
13 : 30	US	Initial jobless claims ('000s)	weekly	-	225	223
15 : 00	US	New home sales (annualized monthly, '000s)	Jan	-	620	621
20 : 00	UK	Vote on the Delay in the House of Commons	-	-	-	-
15. 5 : 00	JP	Interest rate decision (%)	Mar	-	-	-0,1
11 : 00	EZ	CPI (final, yoy, %)	Feb	-	1,5	1,5*
13 : 30	US	New York Fed Manufacturing index (points)	Mar	-	10,0	8,8
14 : 15	US	Industrial production (mom, %)	Feb	-	0,4	-0,6
15 : 00	US	Michigan Consumer confidence (preliminary, points)	Mar	-	95,3	93,8

\*preliminary data

Sources: Reuters, OTP Research

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