

# Global Daily Report



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### Summary

- America's stock markets ended in green, Europe's indices closed mixed
- Today the UK parliament votes on PM Theresa May's Brexit deal again
- The GBP weakened against the EUR
- The US economy grew slower in Q4 than had been estimated

America's stock indices nudged somewhat higher in Thursday's trading. The Dow and the S&P500 rose by 0.4% each and the Nasdaq100 added 0.2%. The winners of the day came from base material producers and from the financial sector; the S&P500's respective sector indices climbed 1% and 0.8% higher, respectively. One reason for the supportive sentiment may have been the report that China offered to make concession, to advance trade talks with the USA.

Amid the Brexit anxiety, Europe's key indices moved mixed. The Stoxx600 and the CAC40 edged 0.1% lower, while the DAX inched up 0.1%, and the FTSE100 gained 0.6%.

In the UK House of Commons, Speaker John Bercow permitted to debate and vote part of Theresa May's Brexit deal, which had already been turned down twice. This time MPs will vote on the withdrawal agreement alone, while the 26-page-long political declaration would be re-negotiated with the EU at a later time. This was probably necessary because the Speaker, citing an old precedent, ruled out re-submitting the same motion to Parliament. If MPs pass the Brexit agreement today, an orderly departure may take on 22 May, otherwise the UK might crash out of the EU without an agreement on 12 April.

The USD's firming sent the EUR/USD 0.2% lower. In the aftermath of the mounting Brexit anxiety, the GBP lost 0.6% against the euro.

Oil prices fell as US President Donald Trump urged OPEC members, on Twitter, to boost output because oil price is 'artificially very high'. WTI dropped 0.2%.

Reversing Wednesday's drop, government bond yields picked up on Thursday. The yields on key US and German bonds upped by one or two basis points.

In the final reading, the US economy grew by 2.2% in Q4, wrong-footing economists who had expected 2.6% growth rate. US pending home sales unexpectedly subsided in February, dropping by 1.0% month/month, whereas economists had projected +0.7% increase. In an upside surprise, retail sales in Germany expanded by 0.9% month/month in February, beating forecasts of 0.9% contraction.

Today the USA will release personal income and personal spending figures. Tonight the UK House of Commons will vote on Britain's withdrawal agreement with the European Union.

	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	2815,4	0,4	12,3	VIX	14,4	-4,8	-43	WTI	59,3	-0,2	30,6
	DOW	25717,5	0,4	10,2	US 2Y	2,23	2,2	-27	Brent	67,82	0,0	26,1
	Nasdaq100	7320,5	0,2	15,6	US 10Y	2,39	1,7	-30	Gold	1290,2	-1,5	0,6
	DAX	11428,2	0,1	8,2	GER 2Y	-0,59	1,8	0	Silver	15,01	-1,8	-3,0
	CAC40	5296,5	-0,1	12,0	GER 10Y	-0,07	1,1	-32	EUR/USD	1,1220	-0,2	-2,2
	FTSE 100	7234,3	0,6	7,5	PT10Y	1,27	1,2	-45	EUR/GBP	0,8605	1,0	-4,2
	FTSE MIB	21081,0	-0,5	15,0	IT 10Y	2,48	3,9	-30	EUR/NOK	9,6969	-0,1	-2,1
	Stoxx600	376,8	-0,1	11,6	SP 10	1,11	4,8	-32	USD/CAD	1,3437	0,2	-1,5
	- Banks	115,8	-1,4	2,4	iTRAXX	68,4	0,1	-22,3	AUD/USD	0,7075	-0,1	0,4
	Nikkei 225	21208,8	0,8	6,0	JPY 2Y	-0,18	-0,2	-4	USD/JPY	110,62	0,1	1,0
	SSEC	3088,3	3,1	23,8	JPY 10Y	-0,09	0,1	-9	GBP/USD	1,3043	-1,1	2,2
Regional	RTS	1207,3	0,0	13,2	RUS10	8,4	0,6	-4	USD/RUB	64,945	0,2	-6,8
	WIG20	2313,77	-0,1	1,6	POL 10	2,8	0,2	-1	EUR/PLN	4,29	0,0	0,1
	PX50	1072,6	-0,4	8,7	CZ10	1,8	0,4	-5	EUR/RON	4,764	0,2	2,4
Hungary	BUX	41414	0,2	5,8	3M DKJ	0,01	-1,7	-6	EUR/HUF	320,26	0,2	-0,2
	OTP	12500	0,4	10,7	1Y	0,29	-0,4	-16	USD/HUF	285,37	0,4	2,0
	MOL	3264	-0,5	6,0	3Y	1,31	1,5	5	CHF/HUF	286,70	0,4	0,5
	MTelekom	468	-0,2	6,4	5Y	1,95	0,0	-58	PLN/HUF	74,55	0,2	-0,1
	Richter	5360	1,3	-1,3	10Y	2,91	1,0	-13	GBP/HUF	373,47	-0,4	4,8

\* 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. 25. 8 : 30	HU	Balance of payments (quarterly, EURm)	Q4	-349	-111	-243
10 : 00	DE	IFO Economic sentiment index (points)	Mar	99,6	98,7	98,5
26. 13 : 30	US	Housing starts (annualized monthly, '000s)	Feb	1162,0	1213	1230
13 : 30	US	Building permits (annualized monthly, '000s)	Feb	1296	1300	1317
14 : 00	US	Case-Shiller Home Price Index (yoy, %)	Jan	3,6	4,0	4,2
14 : 00	HU	Interest rate decision (%)	Mar	0,9	0,9	0,9
15 : 00	US	Consumer confidence (point)	Mar	124,1	132,0	131,4
27. 9 : 00	EZ	Mario Draghi speech	-	-	-	-
28. 9 : 00	HU	Unemployment rate (%)	Feb	3,6	-	3,7
11 : 00	EZ	EC Economic Sentiment Index (points)	Mar	105,5	105,9	106,1
13 : 30	US	GDP (detailed , yoy, annualized, %)	Q4	2,2	2,4	2,6*
13 : 30	US	Continuing jobless claims ('000s)	weekly	1756	1750	1750
13 : 30	US	Initial jobless claims ('000s)	weekly	211,0	225	221
14 : 00	DE	CPI (preliminary, yoy, %)	Mar	1,3	1,6	1,5
15 : 00	US	Pending home sales (mom, %)	Feb	-1,0	0,7	4,6
29. 8 : 00	DE	Retail sales (mom, %)	Feb	1	-0,9	2,8
9 : 00	HU	Industrial producer prices (yoy, %)	Feb	-	-	3,8
9 : 00	HU	Gross wages (yoy, %)	Jan	-	-	10,2
10 : 30	UK	GDP (detailed, yoy, %)	Q4	-	1,3	1,3*
13 : 30	US	Personal income (mom, %)	Feb	-	0,3	-0,1
13 : 30	US	Personal consumption (adjusted, mom, %)	Jan	-	0,3	-0,5
14 : 45	US	Chicago PMI (points)	Mar	-	61,0	64,7
15 : 00	US	New home sales (annualized monthly, '000s)	Feb	-	620,0	607,0
31. 3 : 00	CN	NBS non-Manufacturing PMI (points)	Mar	-	-	54,3
3 : 00	CN	NBS Manufacturing PMI (points)	Mar	-	49,5	49,2
23 : 55	UA	Presidential election	-	-	-	-

\*preliminary data

Sources: Reuters, OTP Research

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