

Global Daily Report



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Summary

- Europe's stock markets closed mixed but their American and Asian peers did better
- The TRY fell sharply yesterday
- Oil prices increased in the aftermath of US sanctions on Iran
- Germany released a mixed bag of industrial production and exports data today

Europe's stock exchanges barely changed yesterday: France's CAC40 and Italy's FTSE-MIB stagnated, while Germany's DAX edged 0.1% lower. Britain's FTSE 100 inched up 0.1%, despite the mounting Brexit fears. In Britain, HSBC's disappointing earnings figures sent the bank's share price 1% lower.

In the face of fears of a trade war with China, US equity markets climbed higher on Monday. The Dow upped 0.2%, while the S&P500 gained 0.4%. The NASDAQ100's 0.6% advance marked the strongest performance in the USA yesterday. Warren Buffett's investment group Berkshire Hathaway excelled with 2.3% surge in its share price as its profit has beaten expectations.

Asian markets did well this morning. The Nikkei225 climbed 0.7% higher. China's Shanghai Composite outshined it, advancing 2.2%. Meanwhile in Hong Kong, the Hang Seng stood 1.4% higher ahead of the close.

The price of Brent and WTI grew by 0.6% each, partly owing to the new round of US sanctions against Iran, taking effect yesterday.

Precious metal prices lost some of their shine yesterday, with gold dropping 0.6%, and silver sinking 1.1% in the red. In industrial metals, copper shrank 1.2%, but the loser of the day was cobalt, which nose-dived 8.5% as China is planning to curb subsidies on the purchase of electric cars, which reduced demand for this important commodity for this industry. Zinc ended Monday's trading 2.4% in the red.

The dollar's appreciation continued yesterday. The greenback gained 0.2% versus the euro and 0.1% from the yen. But the most notable change was the Turkish lira's 5.3% plunge against the US dollar owing to a lengthy dispute about an American detained in Turkey. This morning the TRY regained some lost ground. The pound hit its lowest in eleven months versus the US dollar.

The National Bank of Romania surprised markets by not raising its benchmark rate yesterday. This morning Germany released a mixed bag of macroeconomic statistics. Industrial production data disappointed as output shrank by 0.9%, whereas analyst had forecast only 0.5% fall. On the other hand, the exports figure surprised on the upside: it stagnated instead of the expected 0.4% decline.

	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	2850,4	0,4	6,6	VIX	11,3	-3,2	2	WTI	69,2	1,0	14,5
	DOW	25502,2	0,2	3,2	US 2Y	2,65	0	76	Brent	73,75	0,7	10,3
	Nasdaq100	7439,0	0,6	16,3	US 10Y	2,94	-1	53	Gold	1206,1	-0,6	-7,4
	DAX	12598,2	-0,1	-2,5	GER 2Y	-0,60	0	4	Silver	15,26	-0,8	-9,9
	CAC40	5477,2	0,0	3,1	GER 10Y	0,39	-2	-3	EUR/USD	1,16	-0,1	-3,7
	FTSE 100	7663,8	0,1	-0,3	PT10Y	1,76	-4	-17	EUR/GBP	0,89	0,3	0,5
	FTSE MIB	21580,2	0,0	-1,2	IT 10Y	2,90	-4	91	EUR/NOK	9,53	-0,2	-3,2
	Stoxx600	388,7	-0,1	-0,1	SP 10	1,43	-1	-14	USD/CAD	1,30	0,1	3,4
	- Banks	141,5	-0,9	-14,2	iTRAXX	65,0	1,1	44	AUD/USD	0,74	-0,2	-5,3
	Nikkei 225	22662,7	0,7	-0,4	JPY 2Y	-0,11	0	3	USD/JPY	111,40	0,1	-1,1
	SSEC	2754,2	1,8	-16,7	JPY 10Y	0,11	0	6	GBP/USD	1,29	-0,5	-4,2
Regional	RTS	1138,6	-0,6	-1,4	RUS10	7,9	1,0	4	USD/RUB	63,727	0,7	10,5
	WIG20	2295,82	0,4	-6,7	POL 10	3,1	0,2	-5	EUR/PLN	4,26	-0,1	1,9
	PX50	1090,6	-0,1	1,2	CZ10	2,2	0,5	45	EUR/RON	4,639	0,5	-0,8
Hungary	BUX	37260	1,4	-5,4	3M DKJ	0,17	1	13	EUR/HUF	319,84	-0,1	3,0
	OTP	10650	0,9	-0,7	1Y	0,50	1	45	USD/HUF	276,69	0,0	6,9
	MOL	2874	2,6	-4,4	3Y	1,61	2	106	CHF/HUF	277,57	-0,1	4,8
	MTelekom	400	1,0	-12,7	5Y	2,88	0	171	PLN/HUF	75,05	-0,2	1,0
	Richter	5240	0,8	-22,7	10Y	3,36	2	131	GBP/HUF	358,16	-0,2	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.
2018 8. 6.	8 : 00	DE Industrial orders (mom, %)	Jun	-4,0	-0,2	2,6
	10 : 30	EZ Sentix Investor confidence (points)	Aug	14,7	13,5	12,1
	14 : 00	RO Interest rate decision (%)	Jun	2,5	2,75	2,5
7.	8 : 00	DE Export (mom, %)	Jun	0,0	-0,4	1,8
	8 : 00	DE Industrial production (mom, %)	Jun	-0,9	-0,5	2,6
	9 : 00	HU Industrial production (preliminary, yoy, %)	Jun		-	0,4
	10 : 00	HU International reserves (preliminary, EURbn)	Jul		-	24,1
	11 : 00	HU Fiscal balance (monthly, billion HUF)	Jul		-	-233,0
8.	9 : 00	HU Inflation (yoy, %)	Jul		3,3	3,1
	9 : 00	HU Core inflation (yoy, %)	Jul		-	2,4
9.	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Jun		-	577,0
10.	9 : 00	HU Construction output (yoy, %)	Jun		-	15,1
	10 : 30	UK GDP (preliminary, yoy, %)	Q2		1,3	1,2
	10 : 30	UK GDP (preliminary, qoq, %)	Q2		0,4	0,2
	10 : 30	UK Industrial production (mom, %)	Jun		0,4	-0,4
	14 : 30	US CPI (yoy, %)	Jul		2,9	2,9
	14 : 30	US CPI (mom, %)	Jul		0,2	0,1
	14 : 30	US core-CPI (yoy, %)	Jul		2,3	2,3
	14 : 30	US core-CPI (mom, %)	Jul		0,2	0,2
	20 : 00	US Federal budget balance (USDbn)	Jul		-	-75,0
	1 : 50	JP GDP (annualized qoq, %)	Q2		1,4	-0,6

Sources: Reuters, OTP Research

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