

Global Daily Report



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Summary

- Wednesday's trading sentiment was broadly positive on global stock markets
- The dollar has firmed against the euro
- Brent crude price rose yesterday
- President Putin signed the pension law that raises retirement age in Russia
- Italy's public debt may hit 2.4% of GDP in 2019, before shrinking to 1.8% in 2021.

In Wednesday's buoyant trading on global stock markets, the S&P500 and the Nasdaq100 climbed 0.1% each in America. The optimism may have stemmed from the favourable US macroeconomic statistics: both the ADP non-farm employment figure and the ISM manufacturing purchasing managers' index surpassed expectations. In Europe, the DAX dropped 0.4%, the CAC40 advanced 0.4%, and the FTSE100 upped 0.5%.

Central and Eastern Europe was likewise optimistic, with the WIG20 growing 0.8% and the BUX advancing 0.9%.

In this morning's Asian trading Japan was slightly pessimistic.

The US dollar appreciated 0.3% against the euro and gained 0.6% from the yen. Following Wednesday morning's publication of inflation data, the Turkish lira slid, losing almost 1% by the end of the day. South Africa's rand fell 1.6% against the US dollar.

On commodity markets, gold stagnated while silver rose by 0.3%. Brent crude's price climbed 1% higher. Oil prices may have grown because sanctions against Iran have reduced supply – its exports fell from 2.5 to 1.5 million barrels this year. Nevertheless, Wednesday's data signified growth in US oil inventories. Moreover Saudi Arabia announced to raise its output to 10.7 million barrel/day, which may even rise in the near future. The kingdom's daily output hit its highest at 10.72 million, in 2016.

Russia's President Vladimir Putin has signed the pension law that gradually raises the retirement age from 55 to 60 for women and from 60 to 65 for men.

Reports that Italy agreed on its budget may somewhat sooth markets. Even though the 2019 deficit target remains at 2.4% of GDP, it will sink to 2.1% in 2020 and to 1.8% in 2019. The detailed budget figures are yet to be seen. The governing coalition expects debt to contract to 126.5% of GDP by 2021. What has leaked about the budget is that EUR 10 billion is earmarked for introducing basic income, and a total of 10,000 new police and gendarmerie jobs would be created.

	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	2925,5	0,1	9,4	VIX	11,6	-3,7	5	WTI	76,4	1,6	26,4
	DOW	26828,4	0,2	8,5	US 2Y	2,86	4	97	Brent	86,29	1,8	29,0
	Nasdaq100	7637,4	0,1	19,4	US 10Y	3,16	11	75	Gold	1196,9	-0,5	-8,1
	DAX	12238,4	-0,4	-5,3	GER 2Y	-0,56	3	8	Silver	14,58	-0,4	-14,0
	CAC40	5491,4	0,4	3,4	GER 10Y	0,48	6	6	EUR/USD	1,15	-0,6	-4,3
	FTSE 100	7510,3	0,5	-2,3	PT10Y	1,90	-3	-3	EUR/GBP	0,89	-0,3	-0,2
	FTSE MIB	20736,0	0,8	-5,1	IT 10Y	3,31	-12	131	EUR/NOK	9,44	0,0	-4,1
	Stoxx600	383,8	0,5	-1,4	SP 10	1,55	1	-2	USD/CAD	1,29	0,4	2,3
	- Banks	133,4	0,3	-19,2	iTRAXX	67,4	-2,4	49	AUD/USD	0,71	-1,2	-9,0
	Nikkei 225	23975,6	-0,5	5,3	JPY 2Y	-0,11	1	3	USD/JPY	114,53	0,8	1,7
	SSEC	2821,4	0,0	-14,7	JPY 10Y	0,16	2	11	GBP/USD	1,29	-0,3	-4,2
Regional	RTS	1196,0	1,2	3,6	RUS10	8,5	0,7	12	USD/RUB	65,878	0,7	14,3
	WIG20	2298,2	0,8	-6,6	POL 10	3,3	0,7	-1	EUR/PLN	4,30	0,2	3,0
	PX50	1107,3	0,7	2,7	CZ10	2,1	-2,6	36	EUR/RON	4,664	0,0	-0,3
Hungary	BUX	37213	0,9	-5,5	3M DKJ	0,02	1	-2	EUR/HUF	322,95	0,0	4,0
	OTP	10240	0,4	-4,5	1Y	0,41	-3	36	USD/HUF	281,11	0,5	8,6
	MOL	2984	0,9	-0,7	3Y	1,73	-2	118	CHF/HUF	283,46	-0,2	7,0
	MTelekom	399	0,9	-12,9	5Y	3,08	1	191	PLN/HUF	75,04	-0,1	1,0
	Richter	5405	1,7	-20,3	10Y	3,61	1	157	GBP/HUF	363,97	0,4	4,2

* 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 10.	1.	2 : 30	JP	Nikkei Manufacturing PMI (points)	Sept	52,5	-	52,9
		8 : 00	DE	Retail sales (mom, %)	Aug	-0,1	0,4	-0,4
		11 : 00	EZ	Unemployment rate (%)	Aug	8,1	8,2	8,2
		16 : 00	US	ISM Manufacturing PMI (points)	Sept	59,8	60,5	61,30
		16 : 00	US	Construction expenditure (mom, %)	Aug	0,1	0,4	0,1
	2.	9 : 00	HU	Trade balance (detailed, monthly, EUR mn)	Jul	362,0	-	373*
		9 : 00	HU	Balance of general government sector (GDP %)	Q2	0,2	-	-1,1
		16 : 00	US	Fed Vice Chair Randal Quarles testifies (Senate Banking Committee)	-	-	-	-
		18 : 00	US	Fed Chairman Jerome Powell speech	-	-	-	-
		21 : 30	US	Vehicle sales (annualized monthly, million)	Sept	17,4	16,9	16,7
	3.	9 : 00	HU	Retail sales (first estimate, yoy, %)	Aug	6,3	-	5,4
		11 : 00	EZ	Retail sales (mom, %)	Aug	-0,2	0,2	-0,2
		14 : 00	PL	Interest rate decision (%)	Oct	1,5	1,5	1,5
		14 : 00	RO	Interest rate decision (%)	Oct	2,5	2,5	2,5
		14 : 15	US	ADP non-farm employment (mom, '000s)	Sept	230,0	185	163
		16 : 00	US	ISM non-Manufacturing PMI (points)	Sept	61,6	58,3	58,5
	4.	16 : 00	US	Factory orders (mom, %)	Aug		0,9	-0,8
	5.	8 : 00	DE	Industrial orders (mom, %)	Aug		0,0	-0,9
		9 : 00	HU	Industrial production (preliminary, yoy, %)	Aug		-	6,2
		10 : 00	HU	International reserves (preliminary, EURbn)	Sept		-	24,3
		14 : 30	US	Unemployment rate (%)	Sept		3,8	3,9
		14 : 30	US	Average earnings (yoy, %)	Sept		3,0	2,9
		14 : 30	US	Average earnings (mom, %)	Sept		0,3	0,4
		14 : 30	US	Non-farm payroll (mom, '000s)	Sept		188	201

* preliminary data

Sources: Reuters, OTP Research

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