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Summary

- Negative sentiment ruled the world's markets on Thursday. Donald Trump's Wednesday speech reverberated in Europe, and Fiat-related news worsened the sentiment.
- The USD's ailing continued, commodity currencies fared relatively well owing to the rising commodity prices.
- The TRY's trials seem to have come to an end for now; this helped emerging market currencies and stock markets.

Negative sentiment ruled the world's markets on Thursday, when all the key indices of the developed markets closed lower. The DAX and the CAC dropped more than 1% and 0.5% respectively, and America's indices also closed in the red. One of the reasons for the sour sentiment may have been Donald Trump's Wednesday press conference, as European pharmaceutical companies also found themselves under selling pressure. Neither did Europe's stock markets benefit from news that Fiat may have manipulated its emission data in ways similar to those of Volkswagen. Later in the day the sentiment eased but that was too late for Western Europe's stock markets to benefit from it.

On currency markets, the greenback's ailing against the EUR and the JPY continued, and so did against commodity currencies (the CDN and the AUD). At present it seems that the EUR/USD is not at the risk of reaching parity. The GBP started the day well, but news on Prime Minister Theresa May's Brexit speech next Tuesday made the pound weaken. There was a reversal on the TRY's market: following the parabolic increase in the USD/TRY in recent days, there was a pale sign of reversal yesterday, and the 3.94 level seems to have halted the lira's weakening for now.

On commodity markets, oil prices rose, benefiting from Saudi Arabia's announcement that it may curb production stronger than it had committed to. The huge fall in US natural gas reserves last week was another factor to drive prices higher. Not only black gold price increased yesterday, real gold's shine also increased, hand in hand with other precious metals. Copper and silver prices are also nearing important resistance levels, breaking through which may bring about further marked increase in their prices.

Stronger-than-expected industrial data were published in Italy and in the eurozone. One of today's exciting events is Fed chair Janet Yellen's speech in Washington. In the afternoon, producer price index and the Michigan consumer sentiment index will see the light of day in the USA.

	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	2270,4	-0,2	1,4	VIX	11,5	2,5	-18	WTI	53,01	1,5	-1
	DOW	19891,0	-0,3	1	US 2Y	1,18	-0,4	-2	Brent	56,01	1,7	-1
	Nasdaq100	5041,4	-0,2	3,7	US 10Y	2,36	-0,9	-7	Gold	1195,6	0,3	4
	DAX	11521,0	-1,1	0,3	GER 2Y	-0,71	-0,1	8	Silver	16,77	0,3	5
	CAC40	4864,0	-0,5	0,0	GER 10Y	0,31	6,5	11	EUR/USD	1,0610	0,3	0,9
	FTSE 100	7292,4	0,0	2	PT10Y	3,90	-7,9	14	EUR/GBP	0,8723	0,7	2
	FTSE MIB	19156,6	-1,7	0	IT 10Y	1,89	2,5	7	EUR/NOK	9,0460	0,0	-0,4
	Stoxx600	362,5	-0,7	0	SP 10	1,40	-1,1	1	USD/CAD	1,3143	-0,3	-2,1
	- Banks	136,9	1,0	2	iTRAXX	70,7	1,6	-2	AUD/USD	0,7482	0,6	3,7
	Nikkei 225	19364,7	0,3	1	JPY 2Y	-0,21	0,0	-4	USD/JPY	114,70	-0,6	-2
	SSEC	3112,8	-0,2	0	JPY 10Y	0,05	0,0	0	GBP/USD	1,2161	-0,4	-1
Regional	RTS	1175,3	1,7	2	RUS10	8,00	-1,4	-5	USD/RUB	59,318	-0,6	-3
	WIG20	2023,0	-0,4	3,9	POL 10	3,60	1,0	-1	EUR/PLN	4,3678	0,1	-0,8
	PX50	928,9	0,1	0,8	CZ10	0,38	2,7	-19	EUR/RON	4,4918	0,0	-1,0

* In the case of bond yields, the change is in basispoint instead of percentage (VIX and ITRAXX not included).

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2017 1. 9.	8 : 00 DE	Industrial production (mom, %)	Nov.	53,2	-	0,3
	2 : 45 DE	Export (mom, %)	Dec.	51,9	50,7	50,9
	8 : 00 DE	Import (mom, %)	Nov.	3,5	0,2	1,3
	9 : 00 HU	Trade balance (preliminary, million euro)	Nov.	908,0	883,0	891,0
	9 : 15 CH	Retail sales (yoy, %)	Nov.	0,9	-	-0,5
	9 : 30 UK	Halifax house prices (mom, %)	Dec.	1,7	0,2	0,2
	10 : 30 EZ	Sentix Investor confidence (points)	Jan.	18,2	12,5	10,0
	11 : 00 EZ	Unemployment rate (%)	Nov.	9,8	9,8	9,8
10.	2 : 30 CN	Producer prices (yoy, %)	Dec.	1,9	4,5	3,3
	2 : 30 CN	CPI (yoy, %)	Dec.	2,1	2,3	2,3
	2 : 30 CN	CPI (mom, %)	Dec.	0,2	0,3	0,1
	6 : 00 JP	Consumer sentiment index	Dec.	43,1	-	40,9
	7 : 45 CH	Unemployment rate, adjusted (%)	Dec.	2,9	3,3	3,3
	12 : 00 US	NFIB Business optimism index	Dec.	105,8	-	98,4
	16 : 00 US	Wholesale inventories (mom, %)	Nov.	1,0	0,9	0,9
11.	10 : 30 UK	Industrial production (mom, %)	Nov.	2,1	0,8	-1,3
	11 : 30 PL	Interest rate decision (%)	Jan.	3,9	1,5	1,5
12.	8 : 00 RO	Industrial production (mom, %)	Nov.	0,6	-	-0,7
	8 : 00 DE	Wholesale price index (mom, %)	Dec.		-	0,1
	9 : 00 HU	Industrial production (final, yoy, %)	Nov.	0,6	-	0,6*
	11 : 00 EZ	Industrial production (mom, %)	Nov.	1,5	0,5	-0,1
	20 : 00 US	Federal budget balance (USDbn)	Dec.	-27,5	-25,0	-137,0
13.	3 : 00 CN	Export (yoy, %)	Dec.		-3,5	0,1
	3 : 00 CN	Import (yoy, %)	Dec.		2,7	6,7
	3 : 00 CN	Trade balance (monthly, billion USD)	Dec.	275,0	46,5	44,6
	9 : 00 HU	Core inflation (yoy, %)	Dec.		-	1,6
	9 : 00 HU	Inflation (yoy, %)	Dec.		1,6	1,1
	14 : 30 US	Retail sales (mom, %)	Dec.		0,7	0,1

*preliminary data

Source: Reuters, OTP Research

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