

## Treasury Sales Team

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# Global Daily Report

### Summary

- Friday's trading sentiment was slightly optimistic in Europe and somewhat gloomier in the USA
- Two more Italian may seek bailout from the government, owing to the high rate of non-performing loans
- The USD regained some ground from the EUR

In Friday's modestly optimistic sentiment in Europe, the DAX and the FTSE100 inched up 0.1%, and the CAC40 upped 0.3%. In America, where trading was somewhat gloomier, the S&P500 and the NASDAQ100 edged 0.1% lower each. This morning's trading in Asia was mixed: Japan's Nikkei slipped 0.4% while China's SSEC climbed 0.4% higher.

The USD firmed 0.3% versus the EUR, but lost 0.5% and 0.3% against the JPY and the GBP respectively in Friday's trading.

Oil prices barely changed, but precious metal prices nudged higher.

A note written by Commerzbank's analysts opines that a surprise victory of Marine Le Pen would have little impact on the euro, even though if elected, she would initiate a referendum about France's eurozone membership and the independence of France's monetary policy. But Commerzbank's researchers think that if she becomes president, investors would shift towards safe assets; such as German bonds, the safest in Europe. The capital flowing into the euro area could offset the depreciation pressure on the euro, were she elected. Moreover, investors who do no longer believe in the euro may seek the CHF, and eventually the Swiss National Bank may give up fight against franc appreciation.

Tesla is to raise USD 1.15 billion by issuing shares and convertible bonds, to strengthen its capital position and to cover the financial risks stemming from the production costs of Model 3. After Monte dei Paschi di Siena, two more Italian banks need bailout from the government as the high ratio of non-performing loans represents systemic risk for Italy's banking system. The recapitalization of the two banks would amount to USD 5 billion. If the European Commission approves the restructuring of the two banks, then shareholders and junior bond holders would bear part of the loss; but if the EC refuses the plan, holders of senior bonds and deposits of more than EUR 100,000 are in for losses.

|          | 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       | 2378,3  | -0,1             | 6,2     | VIX          | 11,3  | 0,6           | -20     | WTI            | 49,31  | 1,1              | -8,2    |
|          | DOW          | 20914,6 | -0,1             | 5,8     | US 2Y        | 1,32  | -0,7          | 12      | Brent          | 51,76  | 0,0              | -8,9    |
|          | Nasdaq100    | 5408,8  | -0,1             | 11,2    | US 10Y       | 2,50  | -2,4          | 7       | Gold           | 1228,4 | 0,2              | 6,7     |
|          | DAX          | 12095,2 | 0,1              | 5,3     | GER 2Y       | -0,75 | 2,3           | 4       | Silver         | 17,32  | 0,2              | 8,7     |
|          | CAC40        | 5029,2  | 0,3              | 3,4     | GER 10Y      | 0,43  | -1,3          | 22      | EUR/USD        | 1,0736 | -0,3             | 2,1     |
|          | FTSE 100     | 7425,0  | 0,1              | 3,9     | PT10Y        | 3,99  | 0,5           | 23      | EUR/GBP        | 0,8662 | -0,6             | 1,7     |
|          | FTSE MIB     | 20074,3 | -0,2             | 4,4     | IT 10Y       | 2,53  | 17,2          | 71      | EUR/NOK        | 9,0997 | -0,6             | 0,2     |
|          | Stoxx600     | 378,3   | 0,2              | 4,7     | SP 10        | 1,88  | -1,5          | 48      | USD/CAD        | 1,3348 | 0,2              | -0,6    |
|          | - Banks      | 143,4   | -0,6             | 6,9     | iTRAXX       | 69,6  | -1,2          | -4      | AUD/USD        | 0,7698 | 0,3              | 6,7     |
|          | Nikkei 225   | 19601,6 | -0,4             | 0,3     | JPY 2Y       | -0,26 | 0,0           | -8      | USD/JPY        | 112,70 | -0,5             | -3,6    |
| SSEC     | 3250,8       | 0,4     | 4,7              | JPY 10Y | 0,08         | 0,0   | 3             | GBP/USD | 1,2392         | 0,3    | 0,5              |         |
| Regional | RTS          | 1111,9  | 1,4              | -3,5    | RUS10        | 8,00  | 0,3           | -5      | USD/RUB        | 57,110 | -1,2             | -7      |
|          | WIG20        | 2296,97 | 0,6              | 17,9    | POL 10       | 3,74  | 0,3           | 3       | EUR/PLN        | 4,2777 | -0,6             | -2,9    |
|          | PX50         | 980,8   | 0,0              | 6,4     | CZ10         | 0,96  | 0,0           | 104     | EUR/RON        | 4,5492 | -0,1             | 0,3     |
| Hungary  | BUX          | 32778   | -0,8             | 2,4     | 3M TB        | 0,15  | 0             | -1      | EUR/HUF        | 308,05 | -0,5             | -0,2    |
|          | OTP          | 8520    | -2,1             | 1,4     | 1Y           | 0,23  | 0             | 5       | USD/HUF        | 287,09 | -0,1             | -2,2    |
|          | MOL          | 21000   | 0,1              | 1,8     | 3Y           | 1,58  | -1            | 72      | CHF/HUF        | 287,37 | -0,3             | -0,2    |
|          | MTelekom     | 494     | 0,6              | -0,8    | 5Y           | 2,59  | 2             | 82      | PLN/HUF        | 71,870 | 0,1              | 2,6     |
|          | Richter      | 6549    | -0,3             | 5,5     | 10Y          | 3,64  | 1             | 44      | GBP/HUF        | 354,84 | 0,0              | -2      |

\* 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 3. 20. | 9 : 00 HU  | Gross wages (yoy, %)                          | Jan.   |      | -     | 5,7   |
|             | 15 : 00 EZ | Eurogroup meeting                             | March  |      | -     | -     |
| 22.         | 15 : 00 US | Existing home sales (mom, %)                  | Febr.  |      | 5580  | 5690  |
| 23.         | 8 : 30 HU  | Balance of payment (quarterly, EURbn)         | Q4     |      | -     | 1,3   |
|             | 9 : 00 HU  | Retail sales (second estimate, yoy, %)        | Jan.   |      | -     | 4,7*  |
|             | 10 : 30 UK | Retail sales (mom, %)                         | Febr.  |      | 0,4   | -0,3  |
|             | 13 : 45 US | Janet Yellen speech (Fed Research Conference) | March  |      | -     | -     |
|             | 15 : 00 US | New home sales (annualized monthly, '000s)    | Febr.  |      | 559   | 555   |
|             | 16 : 00 EZ | Consumer confidence index (flash, points)     | March  |      | -5,9  | -4,9  |
| 24.         | 1 : 30 JP  | Nikkei Manufacturing PMI (points)             | March  |      | -     | 53,5  |
|             | 9 : 00 FR  | Markit Service PMI (points)                   | March  |      | 56,4  | 56,4  |
|             | 9 : 00 FR  | Markit Manufacturing PMI (points)             | March  |      | 52,5  | 52,2  |
|             | 9 : 30 DE  | Markit Service PMI (points)                   | March  |      | 54,5  | 54,4  |
|             | 9 : 30 DE  | Markit Manufacturing PMI (points)             | March  |      | 56,5  | 56,8  |
|             | 10 : 00 EZ | Markit Service PMI (points)                   | Febr.  |      | 55,4  | 55,6  |
|             | 10 : 00 EZ | Parlamentarian elections                      | Febr.  |      | 55,2  | 55,4  |
|             | 13 : 30 US | Durable goods orders (mom, %)                 | Febr.  |      | 1,5   | 2,0   |
|             | 14 : 45 US | Markit Service PMI (points)                   | March  |      | 54,0  | 53,8  |
|             | 15 : 45 US | Markit Manufacturing PMI (points)             | March  |      | 54,5  | 54,2  |

\*preliminary data

Source: Reuters, OTP Research

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