

Summary

- The geopolitical tensions between North Korea and the USA left their mark on Thursday's trading, but this benefited precious metals
- The JPY gained almost 1% versus the euro
- CPI data will be out in the USA this afternoon

The geopolitical tensions between North Korea and the USA left their mark on Thursday's trading. In Europe, the DAX closed 1.2% lower, the CAC40 shed 0.6%, and the FTSE 100 slipped 1.4%. Of the major US stock indices, the S&P500 dropped 1.4% and the NASDAQ100 fell 2.2%. The VIX index, which reflects the S&P500's volatility, jumped 50% higher, also signifying investors' risk aversion worldwide. In Central and Eastern Europe, the WIG20 sank 1.1%, thus the BUX's 0.7% gain was a bright spot in Thursday's session.

The stronger risk aversion benefited precious metal prices: gold rose by 0.8% and silver grew by 1.3%. The Brent and the WTI slipped about 1% in Thursday's trading session.

Currency markets barely changed yesterday – except for the yen, which appreciated 0.8% against the USD and 0.7% versus the euro. Although the USD regained some ground from the euro in the morning, the direction of trading reversed in the afternoon, and the EUR/USD ended the day 0.1% higher.

America is to release inflation statistics later in the day.

	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	2438,2	-1,4	8,9	VIX	16,0	44,4	14	WTI	48,27	-2,6	-10,1
	DOW	21844,0	-0,9	10,5	US 2Y	1,34	0,0	14	Brent	51,90	-1,5	-8,7
	Nasdaq100	5788,2	-2,2	19,0	US 10Y	2,21	-3,0	-22	Gold	1286,0	0,7	11,7
	DAX	12014,3	-1,1	4,6	GER 2Y	-0,69	0,7	11	Silver	17,08	1,0	7,2
	CAC40	5115,2	-0,6	5,2	GER 10Y	0,41	-1,2	21	EUR/USD	1,1770	0,1	12,0
	FTSE 100	7389,9	-1,4	3,5	PT10Y	2,85	1,6	-92	EUR/GBP	0,9071	0,4	6,5
	FTSE MIB	21681,6	-0,8	12,7	IT 10Y	2,02	1,8	20	EUR/NOK	9,3630	0,1	3,1
	Stoxx600	376,1	-1,0	4,0	SP 10	1,45	2,9	6	USD/CAD	1,2741	0,3	-5,1
	- Banks	162,3	-1,4	21,0	ITRAXX	57,8	5,0	-20	AUD/USD	0,7874	-0,2	9,1
	Nikkei 225	19729,7	0,0	3,2	JPY 2Y	-0,11	-0,2	7	USD/JPY	109,20	-0,8	-6,6
SSEC	3213,4	-1,5	3,5	JPY 10Y	0,06	-0,1	1	GBP/USD	1,2974	-0,2	5,2	
Regional	RTS	1029,3	-0,6	-10,7	RUS10	7,77	-0,1	-7	USD/RUB	60,110	0,0	-2
	WIG20	2382,67	-1,1	22,3	POL 10	3,44	2,3	-5	EUR/PLN	4,2770	0,3	-2,9
	PX50	1025,9	-0,4	11,3	CZ10	0,94	0,0	101	EUR/RON	4,5723	0,1	0,8
Hungary	BUX	36821	0,7	15,1	3M TB	0,10	0	-6	EUR/HUF	305,29	0,0	-1,1
	OTP	9930	0,4	18,2	1Y	0,15	-1	-4	USD/HUF	259,53	0,0	-11,6
	MOL	23480	1,0	13,8	3Y	0,88	2	2	CHF/HUF	269,51	0,1	-6,4
	MTelekom	473	1,7	-5,0	5Y	1,91	1	14	PLN/HUF	71,350	-0,3	1,9
	Richter	6460	0,3	4,0	10Y	3,16	1	-4	GBP/HUF	336,55	-0,4	-7

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

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2017 8. 7.	8 : 00 DE	Industrial production (mom, %)	June	-1,1	0,2	1,2
	8 : 30 HU	International reserves (final, EURbn)	June	23,5	-	23,72*
	10 : 30 EZ	Sentix Investor confidence (points)	Aug.	27,7	27,8	28,3
	11 : 00 HU	Fiscal balance (monthly, billion HUF)	July	94,4	-	-697,9
8.	4 : 00 CN	Import (yoy, %)	July	11	16,60	17,2
	4 : 00 CN	Export (yoy, %)	July	7,2	10,9	11,3
	8 : 00 DE	Export (mom, %)	June	-2,8	-0,3	1,4
	9 : 00 HU	Trade balance (preliminary, monthly, EUR mn)	June	1060	1082	959
	9 : 00 HU	Inflation (yoy, %)	July	2,1	2,1	1,9
	9 : 00 HU	Core inflation (yoy, %)	July	2,6	-	2,4
10.	9 : 00 HU	Construction output (yoy, %)	June	27,2	-	35,4
	10 : 30 UK	Industrial production (mom, %)	June	0,5	0,1	-0,1
	20 : 00 US	Federal budget balance (USDbn)	July	-43	-73,0	-90,0
11.	8 : 00 DE	CPI (final, yoy, %)	July	1,7	1,7	1,7*
	9 : 00 HU	Industrial production (second estimate, yoy, %)	June		-	4,0*
	14 : 30 US	CPI (yoy, %)	July		1,7	1,6
	14 : 30 US	CPI (mom, %)	July		0,1	0,0
	14 : 30 US	core-CPI (yoy, %)	July		1,7	1,7
	14 : 30 US	core-CPI (mom, %)	July		0,2	0,1

*preliminary data

Source: Reuters, OTP Research

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