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Global Daily Report

Summary

- Western Europe's key indices slipped into the red by Tuesday's close; their US peers made slight gains.
- A number of oil refineries had to close owing to the Harvey hurricane in the Gulf of Mexico.

Tuesday's trading ended with substantial losses on the major stock exchanges of Western Europe, with mounting fears how much damage the Harvey hurricane may inflict, as well as geopolitical risks surrounding North Korea's new missile test. On Tuesday morning Pyongyang launched a new missile that crossed Japan and landed in the sea. DAX, the loser of the day dropped 1.5%, with all of its components closing in the red. In contrast, US markets turned tables and the leading indices climbed higher by the end of the trading session. Industry was the strongest sector within the S&P's indices, while the base material sector was a laggard. US and German 10Y yields both fell three basis points.

Because of the Harvey hurricane's raging in the Gulf of Mexico, more than 16% America's total refinery capacity had to be halted. The WTI fell 0.3% (to 46.4 USD/barrel), as fears are rising that the closing of refineries will be accompanied by a lower demand, which exceeds the concurrent drop in production. Meanwhile the Brent upped 0.2%, to USD 51.7. Gold, the classical safe haven asset, practically stagnated at Monday's elevated levels, and the EUR/USD (1.2) did not change either. But the dollar firmed 0.8% against the JPY, wiping off the gains the yen made on Monday.

Manufacturing in four Chinese plants of Hyundai halted yesterday die to lack of spare parts. The reason for the breakdown is Beijing Hyundai Motor Co.'s failure to pay a supplier, as the shrinking sales had led to lost revenue. One of the underlying reasons may be the intensifying political tension between South Korea and China.

In today's optimistic sentiment in Asia, Hong Kong's Hang Seng was the brightest star.

Today the ADP institute's employment data and the second estimate on US GDP are worth keeping an eye on.

	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	2446,3	0,1	9,3	VIX	11,7	3,4	-17	WTI	46,27	-0,6	-13,9
	DOW	21865,4	0,3	10,6	US 2Y	1,33	-0,9	13	Brent	52,00	0,2	-8,5
	Nasdaq100	5862,1	0,4	20,5	US 10Y	2,14	-2,3	-30	Gold	1309,3	0,0	13,7
	DAX	11945,9	-1,5	4,0	GER 2Y	-0,75	0,4	5	Silver	17,34	-0,4	8,8
	CAC40	5031,9	-0,9	3,5	GER 10Y	0,33	-3,8	13	EUR/USD	1,1972	0,0	13,9
	FTSE 100	7337,4	-0,9	2,7	PT10Y	2,84	-1,6	-92	EUR/GBP	0,9264	0,0	8,8
	FTSE MIB	21408,6	-1,5	11,3	IT 10Y	2,07	-1,1	24	EUR/NOK	9,2781	-0,1	2,1
	Stoxx600	368,4	-1,0	1,9	SP 10	1,45	-2,5	5	USD/CAD	1,2511	0,0	-6,8
	- Banks	160,0	-0,9	19,3	ITRAXX	57,4	2,5	-21	AUD/USD	0,7947	-0,2	10,1
	Nikkei 225	19506,5	0,8	2,1	JPY 2Y	-0,15	0,7	3	USD/JPY	109,74	0,5	-6,1
SSEC	3368,8	0,1	8,5	JPY 10Y	0,01	0,2	-4	GBP/USD	1,2919	-0,1	4,7	
Regional	RTS	1067,6	-0,1	-7,4	RUS10	7,85	0,6	-6	USD/RUB	58,808	0,6	-4
	WIG20	2497,58	-1,3	28,2	POL 10	3,27	-0,4	-10	EUR/PLN	4,2542	0,2	-3,4
	PX50	1021,3	-1,4	10,8	CZ10	0,91	2,4	94	EUR/RON	4,5928	0,0	1,3
Hungary	BUX	37640	-1,2	17,6	3M TB	0,10	0	-6	EUR/HUF	305,45	0,3	-1,1
	OTP	10460	0,2	24,5	1Y	0,15	0	-3	USD/HUF	255,22	0,5	-13,0
	MOL	23225	-2,4	12,6	3Y	0,70	-5	-16	CHF/HUF	268,00	0,7	-6,9
	MTelekom	482	-0,6	-3,2	5Y	1,73	-2	-4	PLN/HUF	71,760	0,2	2,4
	Richter	6569	-2,2	5,8	10Y	2,95	4	-25	GBP/HUF	329,52	0,4	-9

* 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. 29.	15 : 00 US	Case-Shiller Home Price Index (yoy, %)	June	5,7	5,7	5,7
	16 : 00 US	Consumer confidence (point)	Aug.	122,9	120,3	121,1
	30. 9 : 00 HU	Unemployment rate (%)	July		-	4,3
	11 : 00 EZ	EC Economic Sentiment Index (points)	Aug.		111,3	111,2
	14 : 00 DE	CPI (flash, yoy, %)	Aug.		1,8	1,70
	14 : 15 US	ADP non-farm employment (mom, '000s)	Aug.		178	178,0
	14 : 30 US	GDP (second estimate, annualized, yoy, %)	Q2		2,7	2,6
	31. 3 : 00 CN	NBS Manufacturing PMI (points)	Aug.			51,4
	3 : 00 CN	NBS non-Manufacturing PMI (points)	Aug.			54,5
	8 : 00 DE	Retail sales (mom, %)	July		-0,3	1,1
	9 : 00 HU	Industrial producer prices (yoy, %)	July		-	1,5
	9 : 00 HU	Investment (yoy, %)	Q2			34,0
	10 : 00 PL	GDP (second estimate, yoy, %)	Q2			3,9*
	11 : 00 EZ	CPI (flash, yoy, %)	Aug.		1,4	1,3
	11 : 00 EZ	Core CPI (flash, yoy, %)	Aug.		1,2	1,3
	11 : 00 EZ	Unemployment rate (%)	July		9,1	9,1
	14 : 30 US	Personal income (mom, %)	July		0,3	0,0
	14 : 30 US	Personal consumption (adjusted, mom, %)	July		0,3	0,1
	15 : 45 US	Chicago PMI (points)	Aug.		58,0	58,9
	16 : 00 US	Pending home sales (mom, %)	July			1,5
	9. 1. 2 : 30 JP	Nikkei Manufacturing PMI (points)	Aug.		-	52,8
	9 : 00 HU	Trade balance (detailed, monthly, EUR mn)	June		-	1060*
	9 : 00 HU	Manufacturing PMI (points)	Aug.		-	54
	9 : 00 CZ	GDP (second estimate, yoy, %)	Q2			4,5*
	10 : 00 IT	GDP (second estimate, yoy, %)	Q2			1,5*
	14 : 30 US	Unemployment rate (%)	Aug.		4,3	4,3
	14 : 30 US	Average earnings (yoy, %)	Aug.		2,7	2,5
	14 : 30 US	Average earning (mom, %)	Aug.		0,3	0,3
	14 : 30 US	Non-farm payroll (mom, '000s)	Aug.		185	209
	16 : 00 US	Construction expenditure (mom, %)	July		0,6	-1,3
	16 : 00 US	ISM Manufacturing PMI (points)	Aug.		56,2	56,3
	21 : 30 US	Vehicle sales (annualized monthly, million)	Aug.		16,7	16,7

* preliminary data

Source: Reuters, OTP Research

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