

Treasury Sales Team

Headquarter Treasury Sales

Ionut Constandache
0372 31 85 86
ionut.constandache@otpbank.ro

Corina Bejan
0372 31 85 87
corina.bejan@otpbank.ro

Anamaria Toma
0372 31 85 85
anamaria.toma@otpbank.ro

Cristian Bodirca
0372 31 85 88
cristian.bodirca@otpbank.ro

Regional Treasury Sales

Szilamer Kozma - Cluj
0755 000 400
szilamer.kozma@otpbank.ro

Tudor Zaman - Bucuresti
0755 000 199
tudor.zaman@otpbank.ro

Alexandru Sabin - Arad
0755 000 255
alexandru.sabin@otpbank.ro

Andrei Sala - Brasov
0755 000 015
andrei.sala@otpbank.ro



Global Daily Report

Summary

- The developed world's stock markets ended Wednesday's trading in the red.
- Today's most important event will be the rate-setting meeting of the ECB's Governing Council, which may reveal details about the asset purchase programme's tapering.

Western Europe's key indices slipped into red on Wednesday; in the sharpest fall, the FTSE100 in London fell more than 1%. Britain's most important release yesterday, the first estimate on Q3 GDP was a tad higher than expected, the pound appreciated 0.6% versus the euro and advanced 1.0% against the greenback. Britain's 10Y gilt yield upped five basis points, to a nine-month high of 1.4%.

America's benchmark indices headed down, and despite the end-of-the-day correction, they closed with near-0.5% losses. What may have added to investors' vacillation is that some Republican senators criticised Donald Trump, thus the realization of the planned tax reforms remains dubious. In the corporate world, Coca-Cola and Boeing published their Q3 reports, both surprising on the upside in terms of revenue and earnings per share, yet both fell in yesterday's session. The dollar lost strength against the key the currencies; the US 10Y yield nudged two basis points higher, to 2.44%.

Crude oil prices edged down while precious metal prices inched up trivially. In industrial metals, only copper price fell in day/day comparison.

Asia's leading indices closed mixed this morning, with Shanghai Composite being the strongest benchmark and Hong Kong's Hang Seng was the weakest one. Markets were chiefly driven by corporate news reports.

Today's most important event will be the ECB Governing Council's rate-setting meeting, which is expected to leave the benchmark lending and deposit rates in place. Yet investors will closely watch any information about reducing the asset purchase programme.

In addition to the raft of quarterly earnings reports due out, a number of issues may move markets in the next few days. First, the Spanish-Catalan conflict is far from being over. Second, Donald Trump may name the new chair of the Fed in few days' time, but in an interview yesterday he did not rule out re-appointing Janet Yellen. Third, North Korea still threatens to explode a hydrogen bomb over the Pacific Ocean; a senior North Korean official confirmed to CNN.

	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	2557,2	-0,5	14,2	VIX	11,2	0,6	-20	WTI	52,18	-0,6	-2,9
	DOW	23329,5	-0,5	18,0	US 2Y	1,61	3,0	41	Brent	58,44	0,2	2,9
	Nasdaq100	6055,0	-0,4	24,5	US 10Y	2,44	3,8	1	Gold	1277,0	0,1	10,9
	DAX	12953,4	-0,5	12,8	GER 2Y	-0,71	-0,6	9	Silver	16,91	-0,2	6,1
	CAC40	5374,9	-0,4	10,5	GER 10Y	0,48	0,9	28	EUR/USD	1,1812	0,5	12,4
	FTSE 100	7447,2	-1,1	4,3	PT10Y	2,31	-1,5	-145	EUR/GBP	0,8904	-0,6	4,5
	FTSE MIB	22446,4	-0,8	16,7	IT 10Y	2,04	-1,7	21	EUR/NOK	9,4684	0,6	4,2
	Stoxx600	387,1	-0,6	7,1	SP 10	1,64	-2,1	25	USD/CAD	1,2794	1,0	-4,7
	- Banks	164,4	0,0	22,6	iTRAXX	55,2	1,6	-24	AUD/USD	0,7703	-0,9	6,8
	Nikkei 225	21728,2	0,0	13,7	JPY 2Y	-0,14	-0,9	3	USD/JPY	113,73	-0,1	-2,7
SSEC	3368,8	-0,8	8,5	JPY 10Y	0,07	-0,1	2	GBP/USD	1,3262	1,0	7,5	
Regional	RTS	1118,1	-0,8	-3,0	RUS10	7,58	0,3	-10	USD/RUB	57,756	0,2	-6
	WIG20	2449,89	0,1	25,8	POL 10	3,43	1,4	-5	EUR/PLN	4,2370	-0,2	-3,8
	PX50	1064,1	1,2	15,5	CZ10	1,70	1,1	264	EUR/RON	4,5965	0,0	1,4
Hungary	BUX	39841	1,1	24,5	3M TB	0,03	0	-13	EUR/HUF	309,84	0,0	0,3
	OTP	10900	0,8	29,8	1Y	0,04	0	-14	USD/HUF	262,24	-0,4	-10,7
	MOL	3240	1,8	25,6	3Y	0,52	0	-34	CHF/HUF	264,86	-0,3	-8,0
	MTelekom	471	-0,4	-5,4	5Y	1,24	-1	-53	PLN/HUF	73,110	0,2	4,4
	Richter	6710	1,4	8,1	10Y	2,51	-4	-69	GBP/HUF	347,79	0,6	-4

* 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 10. 23.	16 : 00	EZ	Consumer confidence index (flash, points)	Oct.	-1,0	-1,1	-1,2
	24. 2 : 30	JP	Nikkei Manufacturing PMI (points)	Oct.	52,5	-	52,9
	9 : 00	FR	Markit Service PMI (points)	Oct.	57,4	54,8	54,9
	9 : 00	FR	Markit Manufacturing PMI (points)	Oct.	56,7	55,5	55,8
	9 : 00	HU	Retail sales (second estimate, yoy, %)	Aug.	4,7	-	4,6*
	9 : 30	DE	Markit Service PMI (points)	Oct.	55,2	55,6	55,6
	9 : 30	DE	Markit Manufacturing PMI (points)	Oct.	60,5	60,0	60,6
	10 : 00	EZ	Markit Service PMI (points)	Oct.	54,9	55,7	56
	10 : 00	EZ	Markit Manufacturing PMI (points)	Oct.	58,6	57,8	58
	14 : 00	HU	Interest rate decision (%)	Oct.	0,9	0,9	0,9
	15 : 45	US	Markit Service PMI (points)	Oct.	55,9	55,7	55
	15 : 45	US	Markit Manufacturing PMI (points)	Q3	54,5	53,5	53,1
25.	10 : 00	DE	Ifo Economic sentiment index (points)	Sept.	116,7	115,2	115,2
	10 : 30	UK	GDP (preliminary, qoq, %)	Oct.	0,4	0,3	0,3
	10 : 30	UK	GDP (preliminary, yoy, %)	Oct.	1,5	1,4	1,5
	14 : 30	US	Durable goods orders (mom, %)	Q3	2,2	1,1	2,0
	16 : 00	US	New home sales (annualized monthly, '000s)	Sept.	667	560	560,0
26.	9 : 00	HU	Unemployment rate (%)	Sept.		-	4,2
	13 : 45	EZ	Interest rate decision (lending rate, %)	Oct.		0,0	0,0
	13 : 45	EZ	Interest rate decision (deposit rate, %)	Oct.		-0,4	-0,4
	16 : 00	US	Pending home sales (mom, %)	Sept.		0,2	-2,6
27.	1 : 30	JP	CPI (yoy, %)	Sept.		-	0,7
	1 : 30	JP	core-CPI (yoy, %)	Sept.		0,8	0,7
	14 : 30	US	GDP (preliminary, annualized qoq, %)	Q3		2,6	3,1

*preliminary data

Source: Reuters, OTP Research

Chief Economist
Gergely Tardos
tardosg@otpbank.hu
+36 1 374 7273

Analyst
Beáta Váradi
varadibe@otpbank.hu
+36 1 374 7271

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