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Global Daily Report

Summary

- Two months after the elections, Germany failed to form coalition government.
- America's stock indices broke new records.
- Hungary's MNB left its benchmark rate on hold but extended the instruments that maintain loose monetary conditions.

Optimism ruled the developed world's stock markets on Tuesday. Despite the collapse of coalition talks on Sunday, Germany's DAX closed 0.8% higher yesterday, largely driven by the advance in carmakers' share prices. Angela Merkel urges new elections, rather than to govern in a minority government. Meanwhile, German President Frank-Walter Steinmeier started negotiations with the leaders of Germany's biggest parties in a bid to avoid new elections.

Opening near previous highs, America's major indices – the Dow (+0.7%), the S&P500 (+0.7%), and the NASDAQ100 (+1.1%) – closed at new peaks. The strongest name in the Dow was Apple (+1.9%). The S&P's growth was fuelled by the technology and health care sectors.

Asia did not miss out on new records: in this morning's trading, Hong Kong's Hang Seng reached the 30,000 level, its highest in a decade. The Shanghai Composite surged 0.6% and the Nikkei225 added 0.5% in today's session.

In Hungary, Tuesday's meeting of the MNB left its benchmark rate on hold but extended the set of instruments that maintain loose monetary conditions.

The EUR/USD upped 0.3% on Tuesday. The greenback also lost some of its value against the Mexican peso (MXN) and the Canadian dollar (CAD), owing to the advance in the NAFTA (North American Free Trade Agreement) negotiations.

Crude oil prices climbed yesterday, with the Brent trading near 63 USD/barrel at the end of the day. The most important industrial and precious metal prices closed higher.

The minutes of the latest FOMC meeting, the October gauge of durable goods orders, and the latest oil inventory figures are due out in the USA today.

	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	2599,0	0,7	16,1	VIX	9,7	-8,6	-31	WTI	57,08	1,2	6,3
	DOW	23590,8	0,7	19,4	US 2Y	1,78	2,1	58	Brent	62,57	0,6	10,1
	Nasdaq100	6378,6	1,1	31,1	US 10Y	2,36	-0,9	-7	Gold	1280,4	0,3	11,2
	DAX	13167,5	0,8	14,7	GER 2Y	-0,72	-1,2	7	Silver	16,94	0,2	6,3
	CAC40	5366,2	0,5	10,4	GER 10Y	0,35	-1,2	14	EUR/USD	1,1737	0,0	11,6
	FTSE 100	7411,3	0,3	3,8	PT10Y	1,91	-5,9	-185	EUR/GBP	0,8866	0,0	4,1
	FTSE MIB	22326,4	0,6	16,1	IT 10Y	1,78	-3,6	-5	EUR/NOK	9,6383	-0,9	6,1
	Stoxx600	388,1	0,4	7,4	SP 10	1,48	-3,6	9	USD/CAD	1,2776	-0,3	-4,9
	- Banks	157,7	-0,3	17,6	iTRAXX	49,8	-1,5	-31	AUD/USD	0,7578	0,4	5,0
	Nikkei 225	22523,2	0,5	17,8	JPY 2Y	-0,19	0,3	-2	USD/JPY	112,43	-0,2	-3,8
SSEC	3368,8	-1,2	8,5	JPY 10Y	0,02	-0,7	-3	GBP/USD	1,3237	0,0	7,3	
Regional	RTS	1147,6	1,7	-0,4	RUS10	7,70	0,0	-8	USD/RUB	59,105	-0,5	-4
	WIG20	2489,08	0,9	27,8	POL 10	3,42	-0,6	-6	EUR/PLN	4,2188	-0,2	-4,2
	PX50	1050,6	-0,3	14,0	CZ10	1,81	4,0	288	EUR/RON	4,6435	0,0	2,4
Hungary	BUX	39554	0,5	23,6	3M TB	0,04	0	-12	EUR/HUF	313,02	0,2	1,4
	OTP	10085	1,1	20,1	1Y	0,06	0	-12	USD/HUF	266,64	0,2	-9,2
	MOL	3221	0,3	24,9	3Y	0,60	-7	-27	CHF/HUF	269,05	0,5	-6,6
	MTelekom	470	0,2	-5,6	5Y	1,21	-4	-56	PLN/HUF	74,200	0,5	5,9
	Richter	7003	0,2	12,8	10Y	2,21	-11	-99	GBP/HUF	353,12	0,3	-2

* 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 11. 20.	16 : 00	US	Leading index (mom, %)	Oct.	1,2	0,3	4,1
	21. 14 : 00	HU	Interest rate decision (%)	Nov.	0,9	0,9	0,9
	16 : 00	US	Existing home sales (mom, %)	Oct.	5480	5420	5390
	22. 9 : 00	HU	Gross wages (yoy, %)	Sept.		-	13,2
	14 : 30	US	Durable goods orders (mom, %)	Oct.		0,5	2,0
	16 : 00	EZ	Consumer confidence index (flash, points)	Nov.		-0,5	-1,0
	20 : 00	US	FOMC Minutes	Nov.		-	-
	23. 8 : 00	DE	GDP (detailed, qoq, %)	Q3		0,8	0,8*
	8 : 00	DE	GDP (detailed, yoy, %)	Q3		2,8	2,8*
	9 : 00	HU	Retail sales (second estimate, yoy, %)	Sept.		-	5,4*
	9 : 00	FR	Markit Service PMI (points)	Nov.		57,0	57,4
	9 : 00	FR	Markit Manufacturing PMI (points)	Nov.		55,9	56,7
	9 : 30	DE	Markit Service PMI (points)	Nov.		55,0	55,2
	9 : 30	DE	Markit Manufacturing PMI (points)	Nov.		60,4	60,5
	10 : 00	EZ	Markit Service PMI (points)	Nov.		55,1	54,9
	10 : 00	EZ	Markit Manufacturing PMI (points)	Nov.		58,4	58,6
	13 : 30	EZ	ECB Minutes	Oct.		-	-
	24. 1 : 30	JP	Nikkei Manufacturing PMI (points)	Nov.		-	52,8
	10 : 00	DE	Ifo Economic sentiment index (points)	Nov.		116,5	116,7
	15 : 45	US	Markit Service PMI (points)	Nov.		-	55,3
	15 : 45	US	Markit Manufacturing PMI (points)	Nov.		54,7	54,6

* preliminary data

Source: Reuters, OTP Research

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