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Global Daily Report

Summary

- Europe's stock markets fell, their US peers ended mixed
- Commodity prices ground higher on Wednesday
- The minutes of the latest Fed meeting suggest there may be doubts about next year's interest rate hikes, the USD and US yields fell

Stock markets ended mixed on Wednesday. In Europe, the DAX fell 1.2%, and the Stoxx Europe 600 index shed 0.3%. US indices made subtle moves: the Dow and the S&P inched down while the NASDAQ nudged higher. The MSCI Emerging Market Index jumped 0.7% higher, to a six-year high. In individual names, Hewlett Packard's 8% dive was the sharpest move: the IT company's Q3 report, published on Tuesday came with pale prospects, and its CEO resigned on Wednesday.

In this morning's session China's stock markets fell – the Shanghai index saw its sharpest year-to-date fall. The sour sentiment in China stemmed from rising bond yields, and from the government's attempt to hold back the growth of stock prices, due to concerns that the economy may become overheated.

Commodity prices rose across the board, Bloomberg's commodity index upped 0.7%. This time the surge on oil markets was fuelled by the smaller-than-thought weekly US inventory data.

The minutes of the Fed's latest meeting were released on Wednesday night. Policymakers find a December interest rate hike quite likely, but there are doubts if tightening will continue in 2018, because of the uncertainty surrounding inflation outlook. The risk of a stock market collapse also emerged during the meeting. The US dollar weakened after the release, losing 0.7% versus the EUR and 1.1% against the JPY. US bond yield dropped about four points. The GBP also lost some of its value on Wednesday, as Britain's Chancellor of the Exchequer lowered the UK's growth forecast for next year.

US durable goods orders slipped but only because of a contraction in aircraft orders; the index without vehicle orders grew steadily. Meanwhile the eurozone's preliminary consumer confidence index beat expectations, and projects a continued growth in consumption.

The revised GDP data from Germany matched the previous reading. Today's important statistical releases include the second estimate on the United Kingdom's economic output, as well as a batch of industrial PMIs (purchasing managers' indices) from Europe. The minutes of the ECB's most recent rate setting meeting will see the light of day 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	2597,1	-0,1	16,0	VIX	9,9	1,5	-30	WTI	58,02	1,6	8,0
	DOW	23526,2	-0,3	19,0	US 2Y	1,73	-4,5	53	Brent	63,32	1,2	11,4
	Nasdaq100	6386,1	0,1	31,3	US 10Y	2,32	-3,9	-11	Gold	1292,1	0,9	12,2
	DAX	13015,0	-1,2	13,4	GER 2Y	-0,70	1,9	9	Silver	17,15	1,2	7,6
	CAC40	5352,8	-0,2	10,1	GER 10Y	0,35	0,5	15	EUR/USD	1,1820	0,7	12,4
	FTSE 100	7419,0	0,1	3,9	PT10Y	1,91	-0,2	-186	EUR/GBP	0,8870	0,0	4,1
	FTSE MIB	22315,2	-0,1	16,0	IT 10Y	1,77	-1,0	-6	EUR/NOK	9,6400	0,0	6,1
	Stoxx600	387,1	-0,3	7,1	SP 10	1,46	-2,7	6	USD/CAD	1,2691	-0,7	-5,5
	- Banks	159,1	0,9	18,6	ITRAXX	49,0	-1,5	-32	AUD/USD	0,7616	0,5	5,6
	Nikkei 225	22523,2	0,0	17,8	JPY 2Y	-0,15	4,2	2	USD/JPY	111,20	-1,1	-4,9
SSEC	3368,8	-1,8	8,5	JPY 10Y	0,03	0,1	-2	GBP/USD	1,3324	0,7	8,0	
Regional	RTS	1159,1	1,0	0,6	RUS10	7,66	-0,5	-9	USD/RUB	58,411	-1,2	-5
	WIG20	2489,5	0,0	27,8	POL 10	3,39	-1,0	-7	EUR/PLN	4,2123	-0,2	-4,4
	PX50	1046,6	-0,4	13,6	CZ10	1,78	-1,7	282	EUR/RON	4,6483	0,1	2,5
Hungary	BUX	40131	1,5	25,4	3M TB	0,04	0	-12	EUR/HUF	312,85	-0,1	1,3
	OTP	10350	2,6	23,2	1Y	0,06	0	-12	USD/HUF	264,61	-0,8	-9,8
	MOL	3280	1,8	27,2	3Y	0,63	4	-23	CHF/HUF	269,42	0,1	-6,4
	MTelekom	470	0,0	-5,6	5Y	1,16	-5	-61	PLN/HUF	74,240	0,1	6,0
	Richter	7030	0,4	13,2	10Y	2,13	-8	-107	GBP/HUF	352,62	-0,1	-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.	13,6	-	13,2
	14 : 30	US	Durable goods orders (mom, %)	Oct.	-1,2	0,5	2,0
	16 : 00	EZ	Consumer confidence index (flash, points)	Nov.	0,1	-0,5	-1,0
	20 : 00	US	FOMC Minutes	Nov.	-	-	-
23.	8 : 00	DE	GDP (detailed, qoq, %)	Q3	0,8	0,8	0,8*
	8 : 00	DE	GDP (detailed, yoy, %)	Q3	2,8	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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