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Global Daily Report

Summary

- Having reached the 25,000-mark on Thursday, the Dow Jones Industrial Average hit new high
- Western Europe's stock indices continued their winning streak
- Crude oil's upsurge halted; the USD made slight gain versus the EUR

The USA's leading stock indices went to all-time highs on Friday. Since 2006, markets have not had as strong a week as was the first one of 2018. Moreover, a survey found that the number of economists who expect this surge to continue in the next six months has increased to a seven-month high of 59.8%. A round-up by Marketwatch concluded that in the third quarter of 2017, the household and the non-profit sectors held 36.3% of their savings in shares; this is the highest rate since the dotcom bubble. The key indices continued their march higher on Friday. Boeing was the winner of the day (+4%) among the Dow Industrial Average's components. The overwhelming optimism gained new impetus from the US tax reform approved at the end of last year; the tax plan introduced major corporate tax cuts. Besides, the recent weeks' macroeconomic releases were also reassuring; US job creation in December was stronger than analysts had predicted. Western Europe's stock indices also headed higher, with the Paris, Frankfurt and Milan indices all gaining more than 1%. The car manufacturing sector attracted a lot of attention.

Despite a slight dollar firming, the EUR/USD is still trading above 1.20. Crude oil's rally stopped but the Brent and the WTI both edged higher on Friday afternoon. Having fallen from near-20,000 highs to USD 12,000 on the week before Christmas, the price of bitcoin picked up in the first week of 2018, closing at USD 16,556 on Friday.

After the past week's relative scarcity of information, a raft of important data will be published today, including retail sales statistics from the Eurozone and Hungary, confidence indices from the eurozone. Romania's central bank is to make rate decision, where a rate hike cannot be excluded. Germany's industrial orders in November surprised on the upside.

	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	2684,6	0,2	19,9	VIX	9,6	-1,0	-31	WTI	58,26	0,4	8,5
	DOW	24782,3	0,2	25,4	US 2Y	1,88	1,7	68	Brent	64,90	0,5	14,2
	Nasdaq100	6965,4	7,6	43,2	US 10Y	2,48	-1,4	5	Arany	1266,7	0,1	10,0
	DAX	13109,7	0,3	14,2	GER 2Y	-0,66	1,2	14	Ezüst	16,10	-0,5	1,0
	CAC40	5386,0	0,6	10,8	GER 10Y	0,42	1,2	21	EUR/USD	1,1873	0,0	12,9
	FTSE 100	7604,0	1,0	6,5	PT10Y	1,76	-1,9	-200	EUR/GBP	0,8869	0,0	4,1
	FTSE MIB	22240,3	0,6	15,6	IT 10Y	1,91	-3,4	8	EUR/NOK	9,9199	-0,6	9,2
	Stoxx600	390,7	0,6	8,1	SP 10	1,47	-1,2	8	USD/CAD	1,2738	-0,7	-5,2
	- Banks	165,5	0,7	23,4	iTRAXX	45,7	-2,4	-37	AUD/USD	0,7700	0,4	6,7
	Nikkei 225	22902,8	0,2	19,8	JPY 2Y	-0,14	-0,2	3	USD/JPY	113,32	-0,1	-3,0
SSEC	3368,8	2,1	8,5	JPY 10Y	0,05	-0,8	0	GBP/USD	1,3384	0,1	8,5	
Regional	RTS	1127,0	-0,2	-2,2	RUS10	7,56	0,0	-10	USD/RUB	58,413	-0,5	-5
	WIG20	2463,59	0,2	26,5	POL 10	3,35	-0,3	-8	EUR/PLN	4,1947	-0,2	-4,8
	PX50	1077,7	0,2	16,9	CZ10	1,43	0,1	206	EUR/RON	4,6317	0,2	2,1
Hungary	BUX	39140	0,8	22,3	3 hó DKJ	0,03	-2	-13	EUR/HUF	311,97	-0,2	1,0
	OTP	10620	1,3	26,4	1 év	0,05	0	-13	USD/HUF	262,72	-0,3	-10,5
	MOL	2970	0,0	15,1	3 év	0,58	1	-28	CHF/HUF	265,55	-0,5	-7,8
	MTelekom	462	0,7	-7,2	5 év	1,17	2	-60	PLN/HUF	74,260	-0,1	6,0
	Richter	6827	1,1	9,9	10 év	2,06	-1	-115	GBP/HUF	351,34	-0,3	-3

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

** YTD change relative to 30 December 2016

Source: Reuters, OTP Research

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2018 01. 8.	8 : 00	DE Industrial orders (mom, %)	Nov.	0,5	-0,4	0,7
	9 : 00	HU Budget balance (% of GDP)	Nov.		-	6,3
	9 : 00	HU Industrial production (preliminary, yoy, %)	Nov.		-	7,6
	10 : 30	EZ Sentix Investor confidence (points)	Jan.		31,5	31,1
	11 : 00	EZ Retail sales (mom, %)	Nov.		1	-1
	11 : 00	HU Fiscal balance (monthly, billion HUF)	Dec.		-	-220,8
	11 : 00	EZ EC Economic Sentiment Index (points)	Dec.		115	114,6
	13 : 00	RO Interest rate decision (%)	Jan.		2,0	1,8
	0 : 0	HU International reserves (preliminary, EURbn)	Dec.		-	22,2
9.	8 : 00	DE Industrial production (mom, %)	Nov.		1,6	-1,4
	8 : 00	DE Export (mom, %)	Nov.		1,2	-0,4
	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Nov.		-	495,0
	11 : 00	EZ Unemployment rate (%)	Nov.		8,7	8,8
10.	10 : 30	UK Industrial production (mom, %)	Nov.		0,3	0,0
	13 : 00	PL Interest rate decision (%)	Jan.		1,5	1,5
11.	9 : 00	HU Industrial production (second estimate, yoy, %)	Nov.		-	7,6
	11 : 00	EZ Industrial production (mom, %)	Nov.		0,5	0,2
	13 : 30	EZ ECB Minutes	Dec.		-	-
	20 : 00	US Federal budget balance (USDbn)	Dec.		-	-139,0
12.	4 : 00	CN Export (yoy, %)	Dec.		9,1	12,3
	4 : 00	CN Import (yoy, %)	Dec.		13,0	17,7
	9 : 00	HU Inflation (yoy, %)	Dec.		-	2,5
	9 : 00	HU Core inflation (yoy, %)	Dec.		-	2,7
	14 : 30	US CPI (yoy, %)	Dec.		2,2	2,2
	14 : 30	US CPI (mom, %)	Dec.		0,2	0,4
	14 : 30	US core-CPI (yoy, %)	Dec.		1,8	1,7
	14 : 30	US core-CPI (mom, %)	Dec.		0,2	0,1
	14 : 30	US Retail sales (mom, %)	Dec.		0,4	0,8
	16 : 00	US Business inventories (mom, %)	Nov.		0,2	-0,1

*preliminary data

Source: Reuters, OTP Research

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