

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

- Global stock markets started the week with sharp falls.
- The Dow suffered its largest-ever intraday loss yesterday.
- Cryptocurrencies ended Monday's trading with huge losses.

Monday's trading brought huge losses on both sides of the Atlantic, continuing the downward moves that started last week. Investors are still concerned about speculation about higher yields, but the German 10Y bund and US 10Y Treasury Note both fell. The VIX index, an indicator of market volatility, has doubled since Friday's close, to the level it last visited in August 2015. The Dow saw its sharpest intraday dive on record (- 1,175 points), closing 4.6% down, with all of its components sinking into the red. At one point on Monday, the index stood 6% in the red. Likewise, none of the S&P's sector indices could climb into positive territory; the financial sector was the weakest one (-5%).

The euro's weakening sent the EUR/USD 0.8% down. However, the JPY gained 0.9% ground from the greenback.

Owing to the increasing supply and the uncertainty on global stock markets, crude oil futures slipped yesterday, dragging down energy-related companies. The most important industrial metal prices edged higher.

Cryptocurrencies opened the week on a sour note too. Citing credit risks, four big banks (JP Morgan, Bank of America, Citigroup, and Lloyds) started declining credit card transactions with cryptocurrencies but that does not apply to debit cards. In further negative news for the crypto market, China is planning new regulation to block internet access to foreign crypto exchanges.

In this morning's gloomy sentiment in Asia, mainland China's, Hong Kong's and Japan's indices plunged more than 3%. Japan's Nikkei225 took the hardest hit (-4.7%).

	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	2648,9	-4,1	-0,9	VIX	37,3	116	238	WTI	64,15	-2,0	6,2
	DOW	24345,8	-4,6	-1,5	US 2Y	2,1	-7	19	Brent	67,62	-1,4	1,1
	Nasdaq100	6495,9	-3,9	1,6	US 10Y	2,8	-6	38	Arany	1339,21	0,5	2,8
	DAX	12687,5	-0,8	-1,8	GER 2Y	-0,6	-1	8	Ezüst	16,74	0,9	-1,2
	CAC40	5285,8	-1,5	-0,5	GER 10Y	0,7	-2	32	EUR/USD	1,24	-0,7	3,1
	FTSE 100	7335,0	-1,5	-4,6	PT10Y	2,0	5	12	EUR/GBP	0,89	0,4	-0,3
	FTSE MIB	22821,6	-1,6	4,4	IT 10Y	2,0	0	3	EUR/NOK	9,69	0,6	-1,6
	Stoxx600	382,0	-1,6	-1,8	SP 10	1,5	-1	-11	USD/CAD	1,25	0,9	-0,3
	- Banks	174,7	-1,4	5,9	ITRAXX	46,5	3	3	AUD/USD	0,79	-0,5	1,0
	Nikkei 225	21610,2	-4,7	-5,1	JPY 2Y	-0,1	-1	0	USD/JPY	109,09	-0,9	-3,2
SSEC	3365,4	-3,5	1,8	JPY 10Y	0,1	-1	3	GBP/USD	1,40	-1,2	3,3	
Regional	RTS	1263,8	-0,7	9,5	RUS10	7,2	0	-5	USD/RUB	57,282	1,3	-0,7
	WIG20	2506,0	-0,1	1,8	POL 10	3,5	-3	7	EUR/PLN	4,16	-0,2	-0,4
	PX50	1122,3	-0,6	4,1	CZ10	1,8	-2	17	EUR/RON	4,636	-0,2	-0,9
Hungary	BUX	39769	-0,5	1,0	3M T-Bill	0,02	-1	-2	EUR/HUF	310,44	0,2	0,0
	OTP	11380	-0,7	6,2	1Y	0,07	0	2	USD/HUF	250,71	0,9	-3,1
	MOL	3030	-0,3	0,8	3Y	0,73	9	18	CHF/HUF	266,68	-0,1	0,6
	MTelekom	464	-0,4	1,3	5Y	1,57	13	40	PLN/HUF	74,63	0,3	0,5
	Richter	6400	-0,1	-5,6	10Y	2,74	13	70	GBP/HUF	350,27	-0,4	0,3

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

Sources: Reuters, OTP Research

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2018 01. 5.	9 : 00	HU Retail sales (first estimate, yoy, %)	Dec.	4,7	-	6,7
	10 : 30	EZ Sentix Investor confidence (points)	Febr.	31,9	33,0	32,9
	11 : 00	EZ Retail sales (mom, %)	Dec.	-1,1	-1,0	1,5
	16 : 00	US ISM non-Manufacturing PMI (points)	Jan.	59,9	56,5	55,9
6.	8 : 00	DE Industrial orders (mom, %)	Dec.	3,8	0,7	-0,4
7.	8 : 00	DE Industrial production (mom, %)	Dec.		-0,5	3,4
	9 : 00	HU Industrial production (preliminary, yoy, %)	Dec.		-	3,4
	13 : 00	RO Interest rate decision (%)	Febr.		-	2,0
	13 : 00	PL Interest rate decision (%)	Febr.		1,5	1,5
		HU International reserves (preliminary, EURbn)	Jan.		-	23,4
8.	4 : 00	CN Export (yoy, %)	Jan.		9,6	10,9
	4 : 00	CN Import (yoy, %)	Jan.		9,8	4,5
	8 : 00	DE Export (mom, %)	Dec.		-0,8	4,1
	11 : 00	HU Fiscal balance (monthly, billion HUF)	Jan.		-	-334,9
	13 : 00	UK Interest rate decision (%)	Febr.		0,5	0,5
9.	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Dec.		-	718,0
	10 : 30	UK Industrial production (mom, %)	Dec.		-0,9	0,4

*preliminary data

Sources: 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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