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 **otp** Research

Daily Report

Summary

- The developed world's stock markets closed mixed on Tuesday.
- The eurozone will publish inflation and labour market data today.

Western Europe's key markets opened the first day after the long weekend week drowsily: a correction in the last hours of trading helped erase some, albeit not all, of the day's losses. By contrast, America's major indices marched higher up to 1% as the trade war fears surrounding the Trump administration's planned measures appear to be fading away. All of the S&P's sector indices closed with gains, with the energy sector (+2.1%) seeing the most dynamic growth. Tesla's (+6.0%) positive announcement cheered up investors and helped it recover from last week's stumbling. The management announced that Model 3 manufacturing would hit the 5000 cars/week target in the second quarter, despite missing the output target in the first quarter. On the day of its initial public offering, Sweden's Spotify shot up 13.3% on the New York Stock Exchange. The initial reference price was 132 USD/share, which climbed above USD 149 by the end of the day.

The 10Y US yield rose by five basis points, to 2.8%.

On the currency market, the USD's firming led the EUR/USD to 1.23, drove the USD/JPY 0.8% higher.

A shooting at YouTube's California headquarters left several people injured.

The US Trade Representative's office proposed imposing 25% additional tariff on 1,300 Chinese products made by the industrial technology, traffic and health care sectors. Reports on the trade war could make American investors' optimism rather precarious.

Of today's releases, the eurozone's inflation and labour market statistics are worth checking. In the USA, the ADP institute is to publish the latest figures of non-farm payrolls.

	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	2614,5	1,3	-2,2	VIX	21,1	-10,7	91	WTI	63,52	0,8	5,1
	DOW	24033,4	1,6	-2,8	US 2Y	2,29	4,0	40	Brent	68,12	0,7	1,9
	Nasdaq100	6458,8	1,1	1,0	US 10Y	2,78	5,1	37	Gold	1332,5	-0,6	2,3
	DAX	12002,5	-0,8	-7,1	GER 2Y	-0,58	1,8	6	Silver	16,37	-1,4	-3,4
	CAC40	5152,1	-0,3	-3,0	GER 10Y	0,50	0,8	8	EUR/USD	1,23	-0,3	2,3
	FTSE 100	7030,5	-0,4	-8,6	PT10Y	1,63	2,2	-30	EUR/GBP	0,87	-0,4	-1,8
	FTSE MIB	22510,3	0,4	3,0	IT 10Y	1,79	-0,1	-21	EUR/NOK	9,6	-0,9	-2,3
	Stoxx600	369,1	-0,5	-5,2	SP 10	1,18	2,7	-39	USD/CAD	1,28	-0,8	1,8
	- Banks	157,7	-0,9	-4,4	iTRAXX	60,4	1,1	34	AUD/USD	0,77	0,3	-1,5
	Nikkei 225	21329,0	0,2	-6,3	JPY 2Y	-0,13	0,5	0	USD/JPY	106,59	0,7	-5,4
SSEC	3146,7	0,3	-4,9	JPY 10Y	0,03	0,4	-2	GBP/USD	1,4056	0,1	4,0	
Regional	RTS	1237,1	0,2	7,2	RUS10	7,05	0,0	-7	USD/RUB	57,570	0,2	-0,2
	WIG20	2239,2	1,3	-9,0	POL 10	3,19	0,8	-3	EUR/PLN	4,1932	-0,4	0,4
	PX50	1116,7	-0,6	3,6	CZ10	1,86	-1,5	22	EUR/RON	4,6563	0,0	-0,4
Hungary	BUX	37867,5	1,6	-3,8	3M BUBOR	0,06	0,0	2	EUR/HUF	311,82	-0,2	0,4
	OTP	11510,0	0,8	7,4	3M D T-Bill	0,07	-1,0	2	USD/HUF	254,00	0,0	-1,9
	MOL	2860,0	3,2	-4,8	3Y	0,85	1,7	30	CHF/HUF	264,85	-0,1	0,0
	MTelekom	451,0	-0,6	-1,5	5Y	1,33	1,0	16	PLN/HUF	74,310	0,3	0,0
	Richter	5400,0	1,8	-20,4	10Y	2,43	2,0	39	GBP/HUF	356,97	0,4	2,2

* 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 4. 2.	9 : 00 HU	Manufacturing PMI (points)	March	57	-	57,4
	16 : 00 US	Construction expenditure (mom, %)	Febr.	0,1	0,3	0,0
	16 : 00 US	ISM Manufacturing PMI (points)	March	59,3	60,0	60,8
3.	8 : 00 DE	Retail sales (mom, %)	Febr.	-0,7	-	-0,3
	21 : 30 US	Vehicle sales (annualized monthly, million)	March	17,5	16,9	17,1
4.	9 : 00 HU	Budget balance (% of GDP)	Q4		-	-2,6
	11 : 00 EZ	CPI (flash, yoy, %)	March		1,4	1,1
	11 : 00 EZ	Core CPI (flash, yoy, %)	March		1,1	1,0
	11 : 00 EZ	Unemployment rate (%)	Febr.		8,5	8,6
	14 : 00 RO	Interest rate decision (%)	Apr.		-	2,3
	14 : 15 US	ADP non-farm employment (mom, '000s)	March		205,0	235,0
	16 : 00 US	Factory orders (mom, %)	Febr.		1,2	-1,4
	16 : 00 US	ISM non-Manufacturing PMI (points)	March		59,0	59,5
5.	8 : 00 DE	Industrial orders (mom, %)	Febr.		1,5	-3,9
	9 : 00 HU	Retail sales (first estimate, yoy, %)	Febr.		-	7,5
	11 : 00 EZ	Retail sales (mom, %)	Febr.		0,5	-0,1
6.	8 : 00 DE	Industrial production (mom, %)	Febr.		0,3	-0,1
	9 : 00 HU	Industrial production (preliminary, yoy, %)	Febr.		-	6,9
	10 : 00 HU	International reserves (preliminary, EURbn)	March		-	22,6
	14 : 30 US	Unemployment rate (%)	March		4,0	4,1
	14 : 30 US	Average earnings (yoy, %)	March		2,7	2,6
	14 : 30 US	Average earnings (mom, %)	March		0,2	0,1
	14 : 30 US	Non-farm payroll (mom, '000s)	March		203,0	313,0
8.		Parliamentary election			-	-

Sources: Reuters, OTP Research

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