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Global Daily Report

Summary

- Advanced economies' stock markets rose steeply on Tuesday.
- Xi Jinping's speech eased trade war fears.
- The USA is to publish inflation statistics today.

Apart from the afternoon's tiny dip, persistent optimism ruled Western Europe's stock markets on Tuesday. Germany's DAX closed 1.1% higher, fuelled by Bayer's (+4.7%) and Volkswagen's (+4.5%) gains. The former's bright performance stemmed from Reuters' report that authorities allow it to buy Monsanto, a deal pending for a long while, while the car manufacturer VW considers having a new CEO at its helm, according to Germany's Handelsblatt daily; the official announcement is due on Friday.

America's most important indices also achieved sizeable gains as trade war fears receded. Speaking at the Boao Forum for Asia, China's President Xi Jinping pledged to curb import tariffs on some products before the end of this year, and strengthen intellectual property rights. He also pointed out that China did not intend to boost its trade surplus. In another much-awaited event, Mark Zuckerberg's congressional hearing on account of the data management scandal, Facebook's head admitted his company's mistake and he backs tighter regulations in this field. The CEO's words were appreciated and the share price surged 4.5% yesterday.

Extending Monday's 4.3% loss, the RUB's depreciated 4% against the USD yesterday, as a result of the new round of sanctions against Russia. The USD also firmed against the JPY, but slightly weakened versus the EUR on Tuesday.

Crude oil prices also benefited from the easing of the between China and the USA. The Brent and WTI grew by more than 3% each, giving impetus to the impressive performance of oil companies. The Brent exceeded USD 71, to a level it last visited in December 2014.

Asia's key indices closed mixed this morning, Japan's Nikkei225 was the only one to end in the red.

Today the USA is to release the latest inflation statistics and the minutes of the Fed's March rate-setting meeting.

	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	2656,9	1,7	-0,6	VIX	20,5	-6,0	85	WTI	65,64	3,5	8,6
	DOW	24408,0	1,8	-1,3	US 2Y	2,32	2,9	42	Brent	71,04	3,5	6,2
	Nasdaq100	6615,9	2,2	3,4	US 10Y	2,80	1,1	39	Gold	1339,1	0,2	2,8
	DAX	12397,3	1,1	-4,0	GER 2Y	-0,56	1,0	7	Silver	16,55	0,6	-2,3
	CAC40	5307,6	0,8	-0,1	GER 10Y	0,51	0,5	9	EUR/USD	1,24	0,3	3,0
	FTSE 100	7266,8	1,0	-5,5	PT10Y	1,72	3,4	-22	EUR/GBP	0,87	0,0	-1,9
	FTSE MIB	23173,7	0,5	6,0	IT 10Y	1,79	2,7	-21	EUR/NOK	9,6	0,4	-2,2
	Stoxx600	378,4	0,8	-2,8	SP 10	1,26	2,5	-31	USD/CAD	1,26	-0,7	0,2
	- Banks	161,5	0,8	-2,2	iTRAXX	57,0	-1,6	26	AUD/USD	0,78	0,8	-0,5
	Nikkei 225	21687,1	-0,7	-4,7	JPY 2Y	-0,15	-0,1	-2	USD/JPY	107,19	0,4	-4,9
SSEC	3208,1	0,6	-3,0	JPY 10Y	0,03	-0,2	-2	GBP/USD	1,4172	0,3	4,9	
Regional	RTS	1090,8	-0,4	-5,5	RUS10	7,61	4,2	0	USD/RUB	63,013	4,0	9,3
	WIG20	2274,8	0,6	-7,6	POL 10	3,04	-0,2	-8	EUR/PLN	4,1863	-0,1	0,3
	PX50	1125,0	0,0	4,3	CZ10	1,78	-0,3	17	EUR/RON	4,6540	-0,2	-0,5
Hungary	BUX	37882,4	-1,1	-3,8	3M BUBOR	0,03	0,0	0	EUR/HUF	311,14	0,0	0,2
	OTP	11170,0	-1,2	4,2	3M D T-Bill	0,06	0,0	2	USD/HUF	251,77	-0,4	-2,7
	MOL	2916,0	-1,4	-3,0	3Y	0,82	-2,1	27	CHF/HUF	263,01	-0,4	-0,7
	MTelekom	452,0	0,2	-1,3	5Y	1,35	-3,0	18	PLN/HUF	74,280	0,1	0,0
	Richter	5380,0	-0,9	-20,6	10Y	2,42	-6,6	37	GBP/HUF	356,86	0,0	2,1

* 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. 9.	8 : 00	DE Export (mom, %)	Febr.	-1,3	0	-0,5
	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Febr.	838,0	-	698,0
	10 : 30	EZ Sentix Investor confidence (points)	Apr.	19,6	20,0	24,0
	11 : 00	HU Fiscal balance (monthly, billion HUF)	March	-345,3	-	-333,8
10.	9 : 00	HU Inflation (yoy, %)	March	2,0	2,0	1,9
	9 : 00	HU Core inflation (yoy, %)	March	2,5	-	2,4
	10 : 30	UK Industrial production (mom, %)	Febr.		0,3	1,3
	14 : 00	PL Interest rate decision (%)	Apr.		1,5	1,5
	14 : 30	US CPI (yoy, %)	March		2,3	2,2
	14 : 30	US CPI (mom, %)	March		0,1	0,2
	14 : 30	US core-CPI (yoy, %)	March		2,0	1,8
	14 : 30	US core-CPI (mom, %)	March		0,2	0,2
	20 : 00	US Federal budget balance (USDbn)	March		-	-215,0
	20 : 00	US FOMC Minutes	March		-	-
12.	9 : 00	HU Industrial production (second estimate, yoy, %)	Febr.		-	4,1*
	11 : 00	EZ Industrial production (mom, %)	Febr.		0,5	-1,0
	13 : 30	EZ ECB Minutes	March		-	-
13.	8 : 00	DE CPI (final, yoy, %)	March		1,6	1,6*
	9 : 00	HU Construction output (yoy, %)	Febr.		-	43,2

*preliminary data

Sources: Reuters, OTP Research

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