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Global Daily Report

Summary

- Ending a day of ebbs and falls, America's stock indices closed slightly in the red on Monday.
- The USA is to ease the sanctions against Rusal; triggering a sharp fall in the price of aluminium and Alcoa stocks.
- The sentiment on Europe's stock markets remained supportive, helping benchmarks rise.

Extending the previous week's gains, Europe's equity markets ground higher on Monday, with the Stoxx600 closing 0.4% higher. The winners of the day came from the telecom, oil, and financial services sectors, while utilities, the consumption sector, and commodity companies all lost. In Europe, the FTSE and Spain's IBEX advanced 0.4%, while the DAX upped 0.3%, and the CAC40 added 0.5%. The beginning of the earnings season in Europe and the related reports set in motion the share price of some companies. Switzerland's UBS fell 2.5% as its earnings were short of expectations, even though net income grew by nearly 20% from the previous year, largely because of the investment division's bright performance. Philips surged 5.5% on the back of news that it maintains its forecast of 4–6% revenue growth, as well as a one-percentage-point annual average increase in EBITDA margin for the period of 2017-2020. Following Friday's profit warning, the wholesaler Metro's share price shrank 9%; HSBC revised its respective recommendation from Buy to Sell, and Commerzbank updated it to Keep. Germany's Puma and SAP are to release their figures today.

America's stock indices closed nearly flat as the latest earnings reports came with mixed results. The Dow edged 0.1% lower, the S&P practically stagnated, while the NASDAQ100 and the NASDAQ Composite shed 0.3%. The S&P's weakest link was technology, followed by the commodity sector, while the energy and health care sectors were thriving. Hasbro erased a 4% loss to close with 0.5% gain despite the discouraging figures in its earnings report. Alcoa's 14% nosedive dragged down commodities. The share price and aluminium price started to tailspin after the US Department of the Treasury announced that the USA was willing to relax the sanctions against Russia's aluminium company Rusal. Google's parent company Alphabet saw its share price dip 0.3% in spite of its cheering earnings figures. Among others, 3M, Caterpillar, Coca-Cola and Verizon will publish their quarterly figures today.

The greenback's 0.7% appreciation led the EUR/USD to the neighbourhood of 1.22.

Crude prices picked up yesterday: the Brent traded at 75 USD/barrel and the WTI stood just below USD 69. In industrial metals, the most visible event was the 10% plunge in aluminium price, following reports that the USA seems to be prepared to ease the sanctions against Rusal. The dollar's strengthening also weighed on commodity prices.

Most stock markets in Asia achieved gains this morning, with the exception of South Korea. The Shanghai Composite increased by 1.8%, the Hang Seng rose 1%. The S&P and the FTSE futures stood in positive territory before markets opened this morning

Wrong-footing analysts who had forecast a slight drop in Markit's indices, the readings remained at elevated levels and most of them surprised on the upside.

The IFO institute's economic sentiment index and US housing statistics may be in the centre of attention 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	2670,3	0,0	-0,1	VIX	16,3	-3,2	48	WTI	68,6	0,4	13,6
	DOW	24448,7	-0,1	-1,1	US 2Y	2,47	1,7	58	Brent	74,71	0,9	11,7
	Nasdaq100	6648,8	-0,3	3,9	US 10Y	2,97	2,2	56	Arany	1324,0	-0,8	1,7
	DAX	12572,4	0,3	-2,7	GER 2Y	-0,54	1,8	10	Ezüst	16,53	-3,4	-2,5
	CAC40	5438,6	0,5	2,4	GER 10Y	0,63	4,4	21	EUR/USD	1,22	-0,6	1,8
	FTSE 100	7398,9	0,4	-3,8	PT10Y	1,71	2,2	-22	EUR/GBP	0,88	-0,2	-1,4
	FTSE MIB	23982,5	0,6	9,7	IT 10Y	1,79	2,4	-21	EUR/NOK	9,63	0,1	-2,3
	Stoxx600	383,2	0,4	-1,5	SP 10	1,31	3,4	-26	USD/CAD	1,28	0,7	2,1
	- Banks	164,2	0,3	-0,5	iTRAXX	55,2	0,7	22	AUD/USD	0,76	-0,9	-2,5
	Nikkei 225	22287,8	0,9	-2,1	JPY 2Y	-0,13	-1	0	USD/JPY	108,70	1,0	-3,5
	SSEC	3125,0	1,9	-5,5	JPY 10Y	0,06	0	1	GBP/USD	1,39	-0,5	3,2
Regional	RTS	1144,7	-0,1	-0,8	RUS10	7,3	0,8	-3	USD/RUB	61,863	0,8	7,3
	WIG20	2291,59	-0,3	-6,9	POL 10	3,1	-0,4	-6	EUR/PLN	4,20	0,7	0,6
	PX50	1121,5	0,0	4,0	CZ10	1,7	-0,2	15	EUR/RON	4,656	0,0	-0,5
Hungary	BUX	38123	0,0	-3,2	3 hó DKJ	0,04	0	0	EUR/HUF	312,14	0,5	0,5
	OTP	11400	1,1	6,3	1 év	0,10	1	5	USD/HUF	255,66	1,2	-1,2
	MOL	2970	-0,6	-1,2	3 év	0,79	-3	24	CHF/HUF	261,22	0,6	-1,4
	MTelekom	457	0,1	-0,3	5 év	1,39	3	22	PLN/HUF	74,27	-0,3	0,0
	Richter	5250	-0,2	-22,6	10 év	2,61	7	57	GBP/HUF	356,26	0,3	2,0

* 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. 23.	2 : 30	JP Nikkei Manufacturing PMI (points)	Apr.	53,3	-	53,1
	9 : 00	FR Markit Service PMI (points)	Apr.	57,4	-	56,9
	9 : 00	FR Markit Manufacturing PMI (points)	Apr.	53,4	-	53,7
	9 : 30	DE Markit Service PMI (points)	Apr.	54,1	53,9	53,9
	9 : 30	DE Markit Manufacturing PMI (points)	Apr.	58,1	57,4	58,2
	11 : 00	EZ Markit Service PMI (points)	Apr.	55,0	54,5	54,9
	11 : 00	EZ Markit Manufacturing PMI (points)	Apr.	56,0	56,0	56,6
	15 : 45	US Markit Manufacturing PMI (points)	Apr.	56,5	55,0	55,6
	15 : 45	US Markit Service PMI (points)	Apr.	54,4	54,0	54,0
	16 : 00	US Existing home sales (mom, %)	March	5600	5550	5540
24.	10 : 00	DE IFO Economic sentiment index (points)	Apr.		104,0	114,7
	14 : 00	HU Interest rate decision (%)	Apr.		0,9	0,9
	15 : 00	US Case-Shiller Home Price Index (yoy, %)	Febr.		-	6,4
	16 : 00	US New home sales (annualized monthly, '000s)	March		629	618
26.	13 : 45	EZ Interest rate decision (lending rate, %)	Apr.		0,0	0,0
	13 : 45	EZ Interest rate decision (deposit rate, %)	Apr.		-0,4	-0,4
	14 : 30	US Durable goods orders (mom, %)	March		1,0	3,0
27.	5 : 00	JP Interest rate decision (%)	Apr.		-0,1	-0,1
	7 : 30	FR GDP (preliminary, qoq, %)	Q1		0,4	0,7
	9 : 00	HU Unemployment rate (%)	March		-	3,8
	9 : 00	ES GDP (preliminary, qoq, %)	Q1		-	0,7
	10 : 30	UK GDP (preliminary, qoq, %)	Q1		0,3	0,4
	11 : 00	EZ EC Economic Sentiment Index (points)	Apr.		112,0	112,6
	14 : 30	US GDP (preliminary, annualized qoq, %)	Q1		2,3	2,9

Sources: Reuters, OTP Research

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