

Summary

- The sentiment was mixed on the stock market of the world
- Equity markets in the CEE region fared well on Monday
- The USD slightly weakened against the EUR
- Today is Election Day in the USA

In Monday's rather mixed trading sentiment, US equity markets moved in all directions: the S&P500 rose by 0.6%, while the Nasdaq100 dropped 0.4%. On the other side of the Atlantic, Germany's DAX shed 0.2%, the CAC40 edged down, while the FTSE100 inched up 0.1%. In Central and Eastern Europe, Poland's WIG20 advanced 1.6%, the Czech PX50 climbed 0.4%, and Hungary's BUX grew by 1.7%.

This morning Japan's Nikkei added 1.1%, while mainland China's SSEC slipped 0.2% in Asian trading.

The 10Y US government bond yield hit 3.2% yesterday. Yields on German and Spanish government bonds slightly dropped, while Italy's 10Y one picked up.

In Monday's meeting of the eurozone's finance ministers, Italy's budget was in the centre of attention. Ecofin urged Italy to amend its budget but the government is unwilling to make concessions.

The USD lost 0.2% and 0.5% to the EUR and the GBP, respectively. The USD/JPY closed flat yesterday. In emerging market currencies, the Turkish lira regained 0.5%, and the South African rand firmed 0.2% against the greenback.

The Brent crude upped 0.5% yesterday. Conversely, gold price dipped 0.1% and silver lost 0.6% of its shine.

Today's most important event is US Election Day, when Americans decide on 35 seats in Senate (a 100-strong body), the House of Representatives (435 members) and governors of 36 federal states. On past form, the governing party usually loses Senate seats at midterm elections – this is particularly important now when Republicans hold a narrow 51-49 majority. In other words, Democrats are just two seats away from reaching majority in Senate.

	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	2738,3	0,6	2,4	VIX	20,0	2,3	81	WTI	63,1	0,0	4,5
	DOW	25461,7	0,8	3,0	US 2Y	2,91	0	102	Brent	73,17	0,5	9,4
	Nasdaq100	6937,1	-0,4	8,5	US 10Y	3,20	-2	79	Gold	1230,9	-0,1	-5,5
	DAX	11495,0	-0,2	-11,0	GER 2Y	-0,64	0	-1	Silver	14,63	-0,6	-13,7
	CAC40	5101,4	0,0	-4,0	GER 10Y	0,42	-1	0	EUR/USD	1,14	0,2	-4,9
	FTSE 100	7103,8	0,1	-7,6	PT10Y	1,90	-1	-3	EUR/GBP	0,87	-0,3	-1,5
	FTSE MIB	19281,0	-0,6	-11,8	IT 10Y	3,32	2	132	EUR/NOK	9,54	0,1	-3,1
	Stoxx600	363,5	-0,2	-6,6	SP 10	1,58	0	1	USD/CAD	1,31	0,0	4,2
	- Banks	125,0	-0,3	-24,3	iTRAXX	69,9	-0,9	55	AUD/USD	0,72	0,2	-7,6
	Nikkei 225	22147,8	1,1	-2,7	JPY 2Y	-0,13	0	1	USD/JPY	113,18	0,0	0,5
	SSEC	2659,2	-0,2	-19,6	JPY 10Y	0,13	0	8	GBP/USD	1,30	0,5	-3,5
Regional	RTS	1134,8	0,0	-1,7	RUS10	8,6	0,0	14	USD/RUB	66,039	-0,1	14,5
	WIG20	2233,74	1,6	-9,2	POL 10	3,2	-1,3	-3	EUR/PLN	4,30	-0,1	3,1
	PX50	1072,4	0,4	-0,5	CZ10	2,1	-0,3	40	EUR/RON	4,659	0,0	-0,4
Hungary	BUX	37795	1,7	-4,0	3M DKJ	0,05	1	1	EUR/HUF	321,77	0,1	3,6
	OTP	10500	1,9	-2,1	1Y	0,34	0	29	USD/HUF	282,04	-0,1	9,0
	MOL	3040	1,1	1,2	3Y	1,62	-5	107	CHF/HUF	280,83	-1,4	6,0
	MTelekom	400	2,2	-12,8	5Y	3,13	0	196	PLN/HUF	74,74	0,4	0,6
	Richter	5515	3,5	-18,7	10Y	3,63	-5	158	GBP/HUF	367,88	0,6	5,3

* 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 11. 5.	9 : 00	HU Trade balance (detailed, monthly, EUR mn)	Aug	31,0	-	51,0*
	10 : 30	EZ Sentix Investor confidence (points)	Nov	8,8	10,1	11,4
	16 : 00	US Economic forecast of the European Commission	Oct	60,3	60,0	61,6
6.	8 : 00	DE Industrial orders (mom, %)	Sept	0,3	-0,6	2,00
	14 : 00	RO Interest rate decision (%)	Nov		2,5	2,5
		US Senate elections	-		-	-
7.	8 : 00	DE Industrial production (mom, %)	Sept		0,1	-0,3
	9 : 00	HU Retail sales (first estimate, yoy, %)	Sept		-	6,8
	11 : 00	EZ Retail sales (mom, %)	Sept		0,1	-0,2
	14 : 00	PL Interest rate decision (%)	Nov		1,5	1,5
8.	8 : 00	DE Export (mom, %)	Sept		0,30	-0,10
	9 : 00	HU Industrial production (preliminary, yoy, %)	Sept		-	2
	9 : 00	HU Inflation (yoy, %)	Oct		3,5	3,6
	9 : 00	HU Core inflation (yoy, %)	Oct		-	2,4
	10 : 00	HU International reserves (preliminary, EURbn)	Oct		-	23,7
	20 : 00	US Interest rate decision (%)	Nov		2,0-2,25	2,0-2,25
9.	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Sept		-	51,0
	10 : 30	UK Industrial production (mom, %)	Sept		0,1	0,2
	10 : 30	UK GDP (first estimate, yoy, %)	Q3		1,5	1,2
	11 : 00	HU Fiscal balance (monthly, billion HUF)	Oct		-	149,8
	16 : 00	US Michigan Consumer confidence (preliminary, points)	Nov		98,0	98,6

*preliminary data

Sources: Reuters, OTP Research

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