

Global Daily Report



Treasury Sales Team

+40372 31 85 88

sales.treasury@otpbank.ro

www.otpresearch.com

Summary

- Having rejected no-deal Brexit, British MPs will vote today whether to put off the UK's departure from the EU.
- The sentiment remained positive on the stock markets of Europe and America.

The sentiment remained benign on the world's stock markets on Wednesday, helping indices to advance on both sides of the Atlantic. In Europe, the Stoxx600 closed 0.5% higher, the FTSE added 0.1%, and the DAX gained 0.4%. The UK's House of Commons remained in the centre of attention. As expected, MPs rejected no-deal Brexit, with a majority of just 43 votes. This empowers the Prime Minister to request the EU to delay Britain's departure from the bloc if the majority of MPs votes so on Thursday. The EU's chief negotiator Michel Barnier said the EU had gone as far as it could, and the discussion was done and dusted. Manfred Weber, the leader of European People's Party, does not see any chance for prolongation until the UK makes it clear what it wants to achieve; there is time to do so before the European Council meets on 21-22 March. After the UK parliamentary vote, the GBP jumped 1.4% higher against the US dollar sending the GBP/USD to a four-month high of 1.3255. That said, the UK 10Y bond yield upped three basis points. The euro firmed 0.4% against the dollar. The 10Y bond yields of Germany and America inched up one basis point each.

US stock indices hit four-month high as investment sentiment benefited from an expansion in durable goods orders, and the January growth in construction spending also beat expectations. All of the S&P's sector indices ended in the green, with health care, the energy sector and industry being the strongest performers. The S&P rose by 0.7%, the Dow climbed 150 points (or 0.6%) higher, and the Nasdaq100 increased by 0.8%. Inflationary pressure seems to be easing on the production side; the year/year rise in producer prices decelerated in February, undershooting expectations. In tech names, NVidia jumped 4% higher and HP surged 3%. The share price of Take-Two Interactive Software skyrocketed 7% on unconfirmed reports that Sony was prepared to buy the software company. Reversing the multi-day plunge, Boeing's share price picked up 0.5% this morning. US President Donald Trump said the USA would join the countries that grounded Boeing 737 Max models, one of which was involved in a plane crash last weekend.

Crude prices headed higher as US inventory data signified contraction. WTI rose by 1.9%, exceeding 58 USD/barrel, while Brent advanced 1.3%. The prices of gold, silver and copper all increased slightly on Wednesday.

In today's Asian trading most stock indices stood in the red. The macroeconomic statistics released in China either slightly missed expectations or matched them, like infrastructural spending grew by 6.1%, and retail sales soared 8.2% year/year. In year/year terms, industrial production expanded by 5.3% in the first two months of the year, missing analysts' consensus of 5.6%.

Today the USA will release weekly unemployment data and January home sales figures.

	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	2810,9	0,7	12,1	VIX	13,4	-2,6	-47	WTI	58,3	1,9	28,3
	DOW	25702,9	0,6	10,2	US 2Y	2,45	0,0	-5	Brent	67,55	1,3	25,6
	Nasdaq100	7257,0	0,8	14,6	US 10Y	2,61	0,5	-8	Gold	1309,0	0,6	2,1
	DAX	11572,4	0,4	9,6	GER 2Y	-0,55	-1,0	4	Silver	15,45	0,1	-0,2
	CAC40	5306,4	0,7	12,2	GER 10Y	0,07	0,6	-18	EUR/USD	1,1325	0,3	-1,3
	FTSE 100	7159,2	0,1	6,4	PT10Y	1,36	1,5	-37	EUR/GBP	0,8490	-1,6	-5,5
	FTSE MIB	20749,2	0,6	13,2	IT 10Y	2,56	2,1	-21	EUR/NOK	9,6998	-0,4	-2,1
	Stoxx600	375,6	0,6	11,2	SP 10	1,20	1,7	-22	USD/CAD	1,3304	-0,4	-2,4
	- Banks	120,1	1,3	6,2	iTRAXX	59,6	-2,0	-32,3	AUD/USD	0,7093	0,2	0,6
	Nikkei 225	21287,0	0,0	6,4	JPY 2Y	-0,16	-0,3	-2	USD/JPY	111,15	-0,2	1,5
	SSEC	2990,7	-1,2	19,9	JPY 10Y	-0,04	0,1	-4	GBP/USD	1,3337	2,0	4,5
Regional	RTS	1189,1	0,5	11,5	RUS10	8,5	0,0	-3	USD/RUB	65,459	-0,2	-6,1
	WIG20	2314,79	0,2	1,7	POL 10	2,9	-0,5	1	EUR/PLN	4,30	0,0	0,2
	PX50	1061,6	0,1	7,6	CZ10	1,9	0,3	-2	EUR/RON	4,773	0,0	2,6
Hungary	BUX	40888	0,7	4,5	3M DKJ	0,14	0,0	7	EUR/HUF	314,47	-0,2	-2,0
	OTP	12150	1,5	7,6	1Y	0,35	-0,5	-10	USD/HUF	277,62	-0,5	-0,8
	MOL	3262	-0,2	6,0	3Y	1,03	0,7	-22	CHF/HUF	276,88	-0,1	-3,0
	MTelekom	472	0,4	7,3	5Y	2,33	0,0	-20	PLN/HUF	73,15	-0,2	-1,9
	Richter	5340	0,8	-1,7	10Y	3,29	0,0	25	GBP/HUF	367,92	0,7	3,3

* 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.
2019 3. 11.	8 : 00	DE Industrial production (mom, %)	Jan	-0,8	0,5	0,8
	8 : 00	DE Export (mom, %)	Jan	0,0	-0,5	1,5
	8 : 00	TR GDP (yoy, %)	Q4	-3,0	-2,7	1,8
	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Jan	382	-	393
	13 : 30	US Retail sales (mom, %)	Jan	0,2	-0,1	-1,6
	15 : 00	US Business inventories (mom, %)	Dec	0,6	0,6	0,0
12.	10 : 30	UK Industrial production (mom, %)	Jan	0,6	0,2	-0,5
	13 : 30	US CPI (yoy, %)	Feb	2	2	2
	13 : 30	US CPI (mom, SA, %)	Feb	0,2	0,2	0,0
	13 : 30	US core-CPI (yoy, %)	Feb	2,1	2,2	2,2
	13 : 30	US core-CPI (mom, SA, %)	Feb	0,1	0,2	0,2
	20 : 00	UK Vote on May's plan in the House of Commons	-	-	-	-
13.	9 : 00	HU Industrial production (second estimate, yoy, %)	Jan	4,4	-	4,4*
	11 : 00	EZ Industrial production (mom, %)	Jan	1,4	1,0	-0,9
	13 : 30	US Durable goods orders (mom, %)	Jan	0,4	-0,5	1,3
	15 : 00	US Construction expenditure (mom, %)	Dec	1,3	0,4	-0,6
	20 : 00	UK Vote on Hard Brexit in the House of Commons	-	-	-	-
14.	3 : 00	CN Infrastructural spending (yoy, %)	Jan	6,1	6,0	5,9
	3 : 00	CN Industrial production (yoy, %)	Jan	5,3	5,5	5,7
	3 : 00	CN Retail sales (yoy, %)	Jan	8,2	8,1	8,2
	9 : 00	HU Construction output (yoy, %)	Jan		-	17,5
	13 : 30	US Continuing jobless claims ('000s)	weekly		1775	1755
	13 : 30	US Initial jobless claims ('000s)	weekly		225	223
	15 : 00	US New home sales (annualized monthly, '000s)	Jan		620	621
	20 : 00	UK Vote on the Delay in the House of Commons	-	-	-	-
15.	5 : 00	JP Interest rate decision (%)	Mar		-	-0,1
	11 : 00	EZ CPI (final, yoy, %)	Feb		1,5	1,5*
	13 : 30	US New York Fed Manufacturing index (points)	Mar		10,0	8,8
	14 : 15	US Industrial production (mom, %)	Feb		0,4	-0,6
	15 : 00	US Michigan Consumer confidence (preliminary, points)	Mar		95,3	93,8

*preliminary data

Sources: Reuters, OTP Research

Chief Economist
Gergely Tardos
tardosg@otpbank.hu
+36 1 374 7273

Analyst
Orsolya Rátkai
ratkaio@otpbank.hu
+36 1 374 7270

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