

Global Daily Report



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Summary

- Friday's trading was rather unenthusiastic on global stock markets
- Japan's stock market closed higher, benefiting from the cheering GDP figure. But the sluggish internal demand component of GDP missed expectations
- The EUR slightly weakened against the USD
- This morning Brent fell as OPEC said it did not wish to ease the production limitation

In Friday's gloomy trading sentiment, America's S&P500 dropped 0.6% and the Nasdaq100 fell 1%. In Europe, Germany's DAX lost 0.6%, France's CAC40 dipped 0.2%, and Britain's FTSE100 inched 0.1% down. The sour sentiment left its mark on the CEE region, where Poland's WIG20 shed 0.2% and Hungary's BUX lost 1%.

This morning China's SSE fell 1.1%, while Japan's Nikkei added 0.2%. The latter may be attributed to the upside surprise in the latest GDP data: Japan's economy grew by 0.5% in Q1 from the previous quarter, whereas analysts had expected stagnation. The only fly in the ointment is that domestic demand was worse than expected, giving rise to fears that the encouraging GDP growth pace may not be sustainable.

Amid the risk aversion, the government bond yields in the USA, Germany (only the 10Y Bund yields), and the eurozone periphery countries all sank. The EUR shed 0.1% versus the USD but gained 0.5% against the GBP. The yen lost 0.2% vs. the US dollar.

In commodities, Brent slipped 0.6% on Friday, when gold and silver prices dropped 0.7% and 1.1% respectively. This morning Brent futures picked up 1.3% as OPEC said it did not want to ease the production cuts, and maintain plans to drive down inventories 'gently'.

Last Thursday President Trump has declared national emergency to protect US computer networks, and Google cut ties with Huawei. From now on, Huawei will access Google products through an open-source licence only, and its smartphones will no longer receive updates to the Android operating system; neither will be the Gmail and Google Play services available to them.

Later this week, confidence and purchasing managers' indices will be released. Another important event is the European Parliamentary elections.

	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	2859,5	-0,6	14,1	VIX	16,0	4,4	-37	WTI	62,8	-0,1	38,3
	DOW	25764,0	-0,4	10,4	US 2Y	2,20	-0,5	-30	Brent	72,21	-0,6	34,2
	Nasdaq100	7503,7	-1,0	18,5	US 10Y	2,39	-1,2	-30	Gold	1277,2	-0,7	-0,4
	DAX	12238,9	-0,6	15,9	GER 2Y	-0,65	0,1	-6	Silver	14,39	-1,1	-7,0
	CAC40	5438,2	-0,2	15,0	GER 10Y	-0,11	-1,4	-35	EUR/USD	1,1156	-0,1	-2,7
	FTSE 100	7348,6	-0,1	9,2	PT10Y	1,08	-1,3	-64	EUR/GBP	0,8770	0,5	-2,4
	FTSE MIB	21105,3	-0,2	15,2	IT 10Y	2,67	-1,2	-10	EUR/NOK	9,8127	0,3	-0,9
	Stoxx600	381,5	-0,4	13,0	SP 10	0,88	-2,4	-54	USD/CAD	1,3455	0,0	-1,3
	- Banks	115,9	-1,3	2,6	iTRAXX	64,9	-2,1	-26	AUD/USD	0,6868	-0,3	-2,6
	Nikkei 225	21309,8	0,2	6,5	JPY 2Y	-0,15	0,5	-2	USD/JPY	110,07	0,2	0,5
	SSEC	2850,1	-1,1	14,3	JPY 10Y	-0,04	1,3	-5	GBP/USD	1,2718	-0,6	-0,3
Regional	RTS	1254,7	-0,5	17,7	RUS10	8,0	-0,9	-8	USD/RUB	64,751	0,2	-7,1
	WIG20	2184,35	-0,2	-4,1	POL 10	2,9	0,4	2	EUR/PLN	4,30	0,1	0,3
	PX50	1050,8	-0,1	6,5	CZ10	1,8	-0,1	-7	EUR/RON	4,759	0,0	2,3
Hungary	BUX	39878	-1,0	1,9	3M DKJ	0,09	0,0	2	EUR/HUF	326,16	0,6	1,6
	OTP	12180	-0,4	7,9	1Y	0,28	0,0	-17	USD/HUF	292,14	0,7	4,4
	MOL	3148	-2,2	2,3	3Y	1,34	-1,5	9	CHF/HUF	288,91	0,7	1,2
	MTelekom	424	-0,1	-3,6	5Y	2,17	1,0	-36	PLN/HUF	75,77	0,5	1,6
	Richter	5030	-0,7	-7,4	10Y	3,21	2,0	17	GBP/HUF	372,18	0,3	4,5

* 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	5. 20.	1 : 50	JP	GDP (preliminary, qoq, %)	Q1	0,0	0,5
		21. 1 : 00	US	Jerome Powell speech	-	-	-
		11 : 00	0	OECD Economic Forecast	-	-	-
		16 : 00	EZ	Consumer confidence (point)	May	-7,7	-7,9
		16 : 00	US	Existing home sales (mom, %)	Apr	5300,0	5210,0
	22.	9 : 00	EZ	Mario Draghi speech	-	-	-
		10 : 30	UK	Inflation (yoy, %)	Apr	2,2	1,9
		10 : 30	UK	Core inflation (yoy, %)	Apr	1,9	1,8
		20 : 00	US	GDP(preliminary, qoq, %, SA)	May	-	-
		2 : 30	JP	Nikkei Manufacturing PMI (points)	May	-	50,2
		9 : 15	FR	Markit Manufacturing PMI (points)	May	50,0	50
		9 : 15	FR	GDP(preliminary, qoq, %, SA)	May	50,8	50,5
		9 : 15	DE	GDP (detailed, qoq, %)	Q1	0,4	0,4*
		9 : 30	DE	Markit Manufacturing PMI (points)	May	45,0	44,4
		9 : 30	DE	Markit Service PMI (points)	May	56	56
		10 : 00	DE	IFO Economic sentiment index (points)	May	99	99
		10 : 00	EZ	Markit Manufacturing PMI (points)	May	48,2	47,9
		10 : 00	EZ	Markit Service PMI (points)	May	53,0	52,8
		13 : 30	EZ	ECB Minutes	Apr	-	-
		14 : 30	US	Continuing jobless claims ('000s)	weekly		1660,0
		14 : 30	US	Initial jobless claims ('000s)	weekly		212,0
		15 : 45	US	Markit Manufacturing PMI (points)	May	52,7	52,6
		15 : 45	US	Markit Service PMI (points)	May	53,2	53,0
		16 : 00	US	New home sales (annualized monthly, '000s)	Apr	679,0	692,0
	24.	1 : 30	JP	CPI (yoy, %)	Apr		0,5
		1 : 30	JP	core-CPI (yoy, %)	Apr	0,9	0,8
		10 : 30	UK	Retail sales (mom, %)	Apr	-0,4	1,1
		14 : 30	US	Durable goods orders (mom, %)	Apr	-2,0	2,6
2019.05.23-26.			EU	European Parliamentary Elections	-	-	-

Sources: Reuters, OTP Research

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