

Global Daily Report



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Summary

- Europe's stock markets made subtle moves after the EP elections.
- The USD has firmed against the EUR.
- The UK's leading parties suffered defeat in the European elections. Nigel Farage's Brexit Party urges early elections; the GBP weakened.

Most stock markets of Europe closed higher, albeit on thin volumes, on Monday, while the stock exchanges of the USA and the UK were closed on holiday. The Stoxx600 eked out only 0.2% gain, largely driven higher by the auto industry, following FiatChrysler's merger proposal for Renault. The news sent these share prices 8% and 12% higher respectively, while their rival Peugeot reversed 3.3%. The DAX gained 0.5%, and the CAC40 advanced 0.4%. Greece's ASE index jumped more than 6% on reports that Prime Minister Alexis Tsipras urges snap elections as his party suffered crushing defeat in the European elections. Italy's benchmark shed 0.1% at the end of the day – one reason for the sour sentiment was the fear that the European Commission might fine Italy as much as EUR 3.5 bn for failing to curb its public debt.

Amid the optimism that followed the European elections, the yields on German and French bonds sank, while Italy's 10Y benchmark yield grew by 12 basis points on Monday. The Bloomberg Dollar Spot Index upped 0.2% and the euro weakened 0.1% versus the US dollar. The GBP lost 0.3% of its value against the USD. Britain's largest parties suffered defeat in the European elections, where pro-Brexit forces received more votes than anti-Brexit ones. Nigel Farage's Brexit Party became the biggest winner of the European elections, and Mr Farage now urges snap elections in the UK. Meanwhile Labour leader Jeremy Corbyn said he supported a new referendum on any version of Britain's withdrawal agreement.

Crude prices have risen, Brent soared more than 2% yesterday.

Asia's markets ended a sanguine trading session today. Japan's Nikkei stood 0.4% higher; China's Shanghai Composite and the Hang Seng were seen gaining 0.5% this morning. China's yuan has weakened.

The European Commission will publish its economic sentiment index for May. The USA will publish consumer sentiment index, and Case-Shiller housing price index.

	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	2826,1	0,0	12,7	VIX	15,9	0,0	-38	WTI	58,6	0,0	29,1
	DOW	25585,7	0,0	9,7	US 2Y	2,18	0,0	-32	Brent	70,11	2,1	30,3
	Nasdaq100	7301,0	0,0	15,3	US 10Y	2,33	0,0	-36	Gold	1284,8	0,0	0,2
	DAX	12071,2	0,5	14,3	GER 2Y	-0,64	-1,2	-5	Silver	14,59	0,2	-5,7
	CAC40	5336,2	0,4	12,8	GER 10Y	-0,14	-2,5	-39	EUR/USD	1,1196	-0,1	-2,4
	FTSE 100	7277,7	0,0	8,2	PT10Y	0,98	0,1	-75	EUR/GBP	0,8830	0,2	-1,7
	FTSE MIB	20363,1	-0,1	11,1	IT 10Y	2,66	10,8	-12	EUR/NOK	9,7477	0,2	-1,6
	Stoxx600	376,7	0,2	11,6	SP 10	0,81	-1,7	-61	USD/CAD	1,3441	0,0	-1,4
	- Banks	112,7	-0,2	-0,3	iTRAXX	68,2	0,0	-23	AUD/USD	0,6917	-0,1	-1,9
	Nikkei 225	21269,8	0,4	6,3	JPY 2Y	-0,16	-0,5	-2	USD/JPY	109,50	0,2	-0,1
	SSEC	2905,8	0,5	16,5	JPY 10Y	-0,07	-0,6	-7	GBP/USD	1,2677	-0,3	-0,6
Regional	RTS	1288,1	0,7	20,8	RUS10	8,0	0,0	-9	USD/RUB	64,354	-0,1	-7,6
	WIG20	2189,66	0,1	-3,8	POL 10	2,8	-0,7	-1	EUR/PLN	4,29	-0,1	0,0
	PX50	1040,3	-0,2	5,4	CZ10	1,8	-0,1	-8	EUR/RON	4,758	0,0	2,3
Hungary	BUX	40208	0,5	2,7	3M DKJ	0,12	0,0	5	EUR/HUF	325,70	0,1	1,5
	OTP	12150	1,6	7,6	1Y	0,28	-1,0	-17	USD/HUF	290,88	0,2	4,0
	MOL	3180	-0,9	3,3	3Y	1,24	-2,5	-1	CHF/HUF	289,87	-0,1	1,6
	MTelekom	414	0,9	-6,0	5Y	2,10	0,0	-43	PLN/HUF	75,95	0,1	1,8
	Richter	5030	0,8	-7,4	10Y	3,20	0,0	16	GBP/HUF	369,05	0,1	3,6

* 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. 28. 11 : 00	EZ	EC Economic Sentiment Index (points)	May		103,6	104,0
14 : 00	HU	Interest rate decision (%)	May		0,9	0,9
15 : 00	US	Case-Shiller Home Price Index (yoy, %)	Mar			3,0
16 : 00	US	Consumer confidence (point)	May		129,8	129,2
29. 8 : 45	FR	GDP (detailed, qoq, %)	Q1		0,3	0,3*
9 : 00	HU	Unemployment rate (%)	Apr		-	3,6
16 : 00	CA	Interest rate decision (%)	May		1,8	1,8
30. 9 : 00	HU	Gross wages (yoy, %)	Mar		-	12,1
9 : 00	HU	Investment (yoy, %)	Q1		-	17,0
14 : 30	US	Continuing jobless claims ('000s)	weekly			1676
14 : 30	US	Initial jobless claims ('000s)	weekly			211
14 : 30	US	GDP (detailed, qoq, %)	Q1		3,1	3,2*
16 : 00	US	Pending home sales (mom, %)	Apr			3,8
31. 3 : 00	CN	NBS non-Manufacturing PMI (points)	May			54,3
4 : 00	CN	NBS Manufacturing PMI (points)	May		49,9	50,1
9 : 00	HU	Trade balance (detailed, monthly, EUR mn)	Mar		-	677*
9 : 00	CZ	GDP (detailed, qoq, %)	Q1		0,5	0,5*
9 : 00	HU	GDP (detailed, qoq, SA, %)	Q1		1,5	1,5*
9 : 00	HU	GDP (detailed, yoy, %)	Q1		5,3	5,3*
9 : 00	TR	GDP (first estimate, yoy, %)	Q1		-2,5	-3,0
10 : 00	IT	GDP (detailed, qoq, %)	Q1		0,2	0,2*
10 : 00	PL	GDP (detailed, qoq, %)	Q1		1,4	1,4*
14 : 00	DE	CPI (preliminary, yoy, %)	May		1,6	2,0
14 : 30	US	Personal income (mom, %)	Apr		0,2	0,1
14 : 30	US	Personal consumption (adjusted, mom, %)	Apr		0,2	0,9
15 : 45	US	Chicago PMI (points)	May		53,7	52,6

* preliminary data

Sources: Reuters, OTP Research

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