

Global Daily Report



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Summary

- The advanced world's stock markets ground higher but the financial sector fell.
- The ZEW institute's economic sentiment index, at -24.7, was weaker than expected.

Despite the ailing of the financial sector, which is to kick off its earnings season on Friday, the developed world's indices closed Tuesday's trading with gains. The DAX could crawl higher even though the German ZEW economic sentiment index (-24.7) was worse than had been thought, and it marks the lowest gauge since 2012. The institute's survey found that investors worry about the nascent trade war.

In the corporate world, Tesla's share price benefited from news on a preliminary agreement with Shanghai authorities to build a factory with annual output capacity of 500,000 cars in few years' time.

The absolute winner of the day, Pepsi shot up 4.8% owing to the bigger-than-expected profit figure in its quarterly report.

Elsewhere, Britain's data protection watchdog fined Facebook GBP 500 000 for its data misuse – but it remains to be seen how much this will influence investors, given that this amount is trifling compared to the social media giant's value.

The EUR/USD closed nearly flat as the dollar wiped out the morning's gain by the end of the trading session.

The Brent crude's price drew near 80 USD/barrel at one point on Tuesday, before a correction came ahead of the US market close. Yet the price grew by more than 1% by the end of the day, to USD 78.9.

Asia's key indices were seen sinking ahead of the close this morning; the Shanghai Composite stood 2% in the red one hour before the close. Industrial metals also opened with contraction: copper, nickel and zinc prices all slipped more than 3% during trading hours in Asia.

Trade war developments may be worth checking today when China announced to multiply the tariffs on optical fibre products imported from the USA. On Tuesday the US Trade Representative published the list of additional Chinese goods that will be hit by import tariffs.

	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	2793,8	0,3	4,5	VIX	12,6	-0,4	14	WTI	74,0	0,2	22,5
	DOW	24919,7	0,6	0,8	US 2Y	2,59	3	70	Brent	78,86	1,0	17,9
	Nasdaq100	7282,6	0,1	13,9	US 10Y	2,87	1	46	Gold	1255,2	-0,2	-3,6
	DAX	12609,9	0,5	-2,4	GER 2Y	-0,66	1	-3	Silver	16,05	-0,2	-5,3
	CAC40	5434,4	0,7	2,3	GER 10Y	0,32	2	-10	EUR/USD	1,17	-0,1	-2,1
	FTSE 100	7692,0	0,1	0,1	PT10Y	1,80	-5	-13	EUR/GBP	0,88	-0,2	-0,4
	FTSE MIB	22057,3	0,1	0,9	IT 10Y	2,68	1	69	EUR/NOK	9,41	-0,2	-4,4
	Stoxx600	386,3	0,4	-0,8	SP 10	1,29	-2	-28	USD/CAD	1,31	0,0	4,2
	- Banks	142,4	-0,9	-13,7	ITRAXX	66,6	-1,8	48	AUD/USD	0,75	-0,1	-4,4
	Nikkei 225	21913,0	-1,3	-3,7	JPY 2Y	-0,12	0	1	USD/JPY	110,98	0,1	-1,5
SSEC	2772,7	-1,9	-16,2	JPY 10Y	0,04	0	-1	GBP/USD	1,33	0,1	-1,8	
Regional	RTS	1202,4	0,8	4,2	RUS10	7,6	-0,1	0	USD/RUB	61,783	-1,0	7,2
	WIG20	2177,67	1,2	-11,5	POL 10	3,2	0,5	-3	EUR/PLN	4,32	0,1	3,4
	PX50	1088,9	0,7	1,0	CZ10	2,2	0,2	44	EUR/RON	4,655	0,0	-0,5
Hungary	BUX	35403	-0,8	-10,1	3M DKJ	0,20	0	16	EUR/HUF	323,78	0,1	4,3
	OTP	10020	-2,1	-6,5	1Y	0,61	-3	56	USD/HUF	275,63	0,2	6,5
	MOL	2700	1,2	-10,1	3Y	1,90	-4	135	CHF/HUF	277,74	0,2	4,8
	MTelekom	404	-1,1	-11,9	5Y	2,40	-1	123	PLN/HUF	74,95	-0,1	0,9
	Richter	4850	-1,6	-28,5	10Y	3,41	-5	137	GBP/HUF	365,78	0,2	4,7

* 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 7. 9.	8 : 00	DE Export (mom, %)	May	1,8	0,8	-0,3
	10 : 30	EZ Sentix Investor confidence (points)	July	12,1	8	9,3
	15 : 00	EZ Mario Draghi speech (European Parliament ECON committee)	-	-	-	-
10.	9 : 00	HU Inflation (yoy, %)	June	3,1	3,1	2,8
	9 : 00	HU Core inflation (yoy, %)	June	2,4	-	2,4
	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	May	577	725	517
	10 : 30	UK Industrial production (mom, %)	May	-0,4	0,5	-0,8
	11 : 00	DE ZEW Economic Sentiment (points)	July	-24,7	-18,0	-16,1
11.	14 : 00	PL Interest rate decision (%)	July		1,5	1,5
12.	8 : 00	DE CPI (final, yoy, %)	June		2,1	2,1*
	9 : 00	HU Industrial production (second estimate, yoy, %)	May		-	0,4*
	11 : 00	EZ Industrial production (mom, %)	May		0,2	-0,9
	13 : 30	EZ ECB Minutes	Apr.		-	-
	14 : 30	US CPI (yoy, %)	June		2,9	2,8
	14 : 30	US CPI (mom, %)	June		0,2	0,2
	14 : 30	US core-CPI (yoy, %)	June		2,3	2,2
	14 : 30	US core-CPI (mom, %)	June		0,2	0,2
	20 : 00	US Federal budget balance (USDbn)	June		-98,2	-147,0
13.	16 : 00	US Michigan Consumer confidence (preliminary, points)	July		98,2	99,3
	16 : 00	US Fed Monetary Policy Report	June		-	-

* preliminary data

Sources: Reuters, OTP Research

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