

Global Daily Report



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Summary

- Friday's benign sentiment helped the key stock markets to gains; the earnings season kicked off with mixed results
- The US wobbled versus the euro
- China's economic output grew by 6.7% YoY in Q2

The world's stock markets closed a reassuring trading session on Friday when trade war fears eased again and the earnings season began. In Frankfurt, the 25 of the DAX's 30 components closed higher. Likewise, New York's leading indices advanced, on the back of JP Morgan's favourable figures, Wells Fargo's disappointing data, and Citibank's mixed earnings report. The Dow Jones Industrial Average exceeded the 25,000 mark, and the NASDAQ hit an all-time high too.

On the currency market, the US dollar appreciated before a slight reversal versus the euro.

Crude oil prices climbed higher on Friday afternoon due to reports on strikes in Norway and Iraq. Yet the black gold price has been sinking for the second week in a row.

Fitch downgraded Turkey's sovereign debt, assigning negative outlook, which suggests that further downgrade may follow, to the BB rating. The uncertainty of the macroeconomic environment, the high net external debt and the low level of currency reserves made analysts consider Turkish securities non-investment grade.

The annual pace of China's economic growth slowed to 6.7% in the second quarter, in line with expectations. However, the quarter/quarter expansion was stronger than had been thought. Industrial production was short of expectations, while the rise in retail sales matched forecasts.

Today the USA will publish retail sales, manufacturing purchasing managers' index and business inventories data. At the end of US trading, the IMF will release its updated forecast on the world economy.

	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	2801,3	0,1	4,8	VIX	12,2	-3,2	10	WTI	71,0	1,0	17,5
	DOW	25019,4	0,4	1,2	US 2Y	2,58	-1	69	Brent	75,33	1,2	12,7
	Nasdaq100	7375,8	0,1	15,3	US 10Y	2,83	-2	42	Gold	1241,0	-0,5	-4,7
	DAX	12540,7	0,4	-2,9	GER 2Y	-0,66	1	-2	Silver	15,78	-0,8	-6,9
	CAC40	5429,2	0,4	2,2	GER 10Y	0,28	-1	-14	EUR/USD	1,17	0,1	-2,6
	FTSE 100	7661,9	0,1	-0,3	PT10Y	1,77	-2	-16	EUR/GBP	0,88	0,0	-0,6
	FTSE MIB	21892,4	0,5	0,2	IT 10Y	2,56	-8	56	EUR/NOK	9,48	0,2	-3,7
	Stoxx600	385,0	0,2	-1,1	SP 10	1,27	-2	-30	USD/CAD	1,32	0,1	4,6
	- Banks	140,0	-0,2	-15,1	iTRAXX	65,0	-2,4	44	AUD/USD	0,74	0,2	-4,8
	Nikkei 225	22597,4	-0,2	-0,7	JPY 2Y	-0,13	0	1	USD/JPY	112,36	-0,2	-0,3
SSEC	2811,7	-0,7	-15,0	JPY 10Y	0,05	0	-1	GBP/USD	1,32	0,2	-2,1	
Regional	RTS	1189,4	1,0	3,0	RUS10	7,5	-0,3	-1	USD/RUB	62,533	0,5	8,5
	WIG20	2157,14	-0,2	-12,4	POL 10	3,2	-0,9	-4	EUR/PLN	4,31	-0,3	3,2
	PX50	1084,8	0,1	0,6	CZ10	2,2	-1,5	42	EUR/RON	4,650	-0,1	-0,6
Hungary	BUX	35642	0,4	-9,5	3M DKJ	0,20	0	16	EUR/HUF	322,72	-0,5	3,9
	OTP	10150	1,9	-5,3	1Y	0,60	-1	55	USD/HUF	276,12	-0,7	6,7
	MOL	2722	-0,6	-9,4	3Y	1,87	1	132	CHF/HUF	275,91	-0,4	4,1
	MTelekom	403	0,4	-12,0	5Y	2,85	3	168	PLN/HUF	74,85	-0,3	0,8
	Richter	4880	0,0	-28,0	10Y	3,40	3	135	GBP/HUF	365,86	-0,3	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. 16.	4 : 00	CN GDP (yoy, %)	Q2	6,7	6,7	6,8
	4 : 00	CN GDP (qoq, SA, %)	Q2	1,8	1,6	1,4
	4 : 00	CN Infrastructural spending (yoy, %)	June	6,0	6,0	6,1
	4 : 00	CN Industrial production (yoy, %)	June	6,0	6,5	6,8
	4 : 00	CN Retail sales (yoy, %)	June	9,0	9,0	8,5
	9 : 00	HU Construction output (yoy, %)	May	15	-	14,2
	14 : 30	US Retail sales (mom, %)	June		0,6	0,8
	14 : 30	US New York Fed Manufacturing index (points)	July		22,8	25,0
	16 : 00	US IMF World Economic Outlook	-		-	-
	16 : 00	US Business inventories (mom, %)	May		0,4	0,3
17.	15 : 15	US Industrial production (mom, %)	June		0,5	-0,1
	16 : 00	US Jerome Powell testimony to the Senate Banking Committee	-		-	-
18.	10 : 30	UK Inflation (yoy, %)	June		2,6	2,4
	10 : 30	UK Core inflation (yoy, %)	June		2,2	2,1
	11 : 00	EZ CPI (final, yoy, %)	June		2,0	2,0*
	14 : 30	US Housing starts (annualized monthly, '000s)	June		1323	1350
	14 : 30	US Building permits (annualized monthly, '000s)	June		1328	1301
	20 : 00	US Fed Beige Book	-		-	-
19.	10 : 30	UK Retail sales (mom, %)	June		0,5	1,3
	16 : 00	US Leading index (mom, %)	June		0,3	0,2
20.	1 : 30	JP CPI (yoy, %)	June		-	0,7
	1 : 30	JP core-CPI (yoy, %)	June		0,8	0,7
	9 : 00	HU Gross wages (yoy, %)	May		-	12,6
		OPEC and non-OPEC Ministerial Meeting	-		-	-

Sources: Reuters, OTP Research

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