

Global Daily Report



Treasury Sales Team

+40372 31 85 88

sales.treasury@otpbank.ro

www.otpresearch.com

Summary

- The S&P500 has managed to record the longest rally in US history
- Europe's indices posted modest gains
- The euro firmed yesterday.

The S&P500 hit a landmark yesterday by recording the longest rally ever, lasting for 3,453 days, during which the index grew by 320%. Another US index, the NASDAQ100 nudged 0.4% higher on Wednesday.

Europe's stock markets made small gains in Wednesday's trading. The DAX practically stagnated, while the CAC40 inched up 0.2% and the FTSE100 edged 0.1% higher.

In Central and Eastern Europe, Warsaw's WIG20 climbed 0.6% higher, while the BUX fell 1.7%.

The yields on Italian, Spanish and Portugal 10-year government bonds climbed higher, while US yields, including the 2Y and 10Y ones, sank.

The euro firmed 0.2% against the USD and 0.4% versus the JPY. There was temporary lull on the Turkish lira's market; the TRY posted regained some lost ground from the USD.

The Brent surged more than 3% yesterday as US oil inventories shrank stronger than had been thought. Precious metal prices practically flat-lined.

On Wednesday the USA imposed a new round of tariffs, worth USD 16 billion. Goods imported from China including plastic, agricultural goods and railways carriages will be subject to 25% tax. China immediately announced taxes of the same value and said it would lodge a complaint at the WTO.

The minutes of the Fed's latest rate decision revealed that the next meeting may raise interest rates, in line with expectations. This is largely because of America's robust economic growth, as well as the rise in the retail and corporate sectors' consumption and investment spending. The minutes also discussed any negative consequences of a trade war. If they happen, they could slow growth, which may imply that the interest rate cycle may end sooner than thought.

	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	2861,8	0,0	7,0	VIX	12,3	-4,7	11	WTI	67,9	2,7	12,3
	DOW	25733,6	-0,3	4,1	US 2Y	2,60	-1	70	Brent	74,78	3,0	11,8
	Nasdaq100	7424,6	0,4	16,1	US 10Y	2,82	-2	41	Gold	1195,1	-0,1	-8,2
	DAX	12385,7	0,0	-4,1	GER 2Y	-0,61	0	2	Silver	14,73	-0,1	-13,1
	CAC40	5420,6	0,2	2,0	GER 10Y	0,35	2	-7	EUR/USD	1,16	0,2	-3,3
	FTSE 100	7574,2	0,1	-1,5	PT10Y	1,81	1	-12	EUR/GBP	0,90	0,2	1,1
	FTSE MIB	20699,7	-0,4	-5,3	IT 10Y	3,05	9	106	EUR/NOK	9,68	-0,5	-1,7
	Stoxx600	384,0	0,0	-1,3	SP 10	1,41	3	-17	USD/CAD	1,30	-0,3	3,3
	- Banks	136,7	0,6	-17,2	iTRAXX	66,6	-2,2	48	AUD/USD	0,73	-0,3	-5,8
	Nikkei 225	22410,8	0,3	-1,6	JPY 2Y	-0,12	0	2	USD/JPY	110,54	0,2	-1,9
	SSEC	2731,7	0,6	-17,4	JPY 10Y	0,09	0	4	GBP/USD	1,29	0,1	-4,5
Regional	RTS	1065,3	-0,6	-7,7	RUS10	8,6	0,2	14	USD/RUB	68,033	1,3	18,0
	WIG20	2295,63	0,6	-6,7	POL 10	3,2	0,8	-4	EUR/PLN	4,27	-0,5	2,2
	PX50	1073,0	0,4	-0,5	CZ10	2,2	-0,4	43	EUR/RON	4,645	0,1	-0,7
Hungary	BUX	36366	-1,7	-7,6	3M DKJ	0,20	0	16	EUR/HUF	322,68	-0,2	3,9
	OTP	10140	-1,2	-5,4	1Y	0,58	0	53	USD/HUF	278,06	-0,5	7,4
	MOL	2834	-1,1	-5,7	3Y	1,66	-6	111	CHF/HUF	282,84	-0,2	6,7
	MTelekom	400	-0,4	-12,7	5Y	2,89	-6	172	PLN/HUF	75,51	0,3	1,7
	Richter	5255	-4,3	-22,5	10Y	3,35	-9	131	GBP/HUF	359,14	-0,4	2,8

* 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 8. 21.	14 : 00	HU Interest rate decision (%)	Aug	0,9	0,9	0,9
	22. 9 : 00	HU Gross wages (yoy, %)	Jun	11,2	-	10,9
	16 : 00	US Existing home sales (mom, %)	Jun	5340,0	5 400	5 380
	20 : 00	US FOMC Minutes	Aug		-	-
	23. 2 : 30	JP Nikkei Manufacturing PMI (points)	Aug	52,5	-	52,3
	9 : 15	FR Markit Manufacturing PMI (points)	Aug		53,5	53,3
	9 : 15	FR Markit Service PMI (points)	Aug		55,1	54,9
	9 : 30	DE Markit Manufacturing PMI (points)	Aug		56,5	56,9
	9 : 30	DE Markit Service PMI (points)	Aug		54,3	54,1
	10 : 00	EZ Markit Manufacturing PMI (points)	Aug		55,0	55,1
	10 : 00	EZ Markit Service PMI (points)	Aug		54,4	54,2
	13 : 30	EZ ECB Minutes	Jul		-	-
	15 : 45	US Markit Manufacturing PMI (points)	Aug		55,2	55,3
	15 : 45	US Markit Service PMI (points)	Aug		56,0	56,0
	16 : 00	EZ Consumer confidence index (flash, points)	Aug		-0,6	-0,6
	16 : 00	US New home sales (annualized monthly, '000s)	Jul		650	631
		US Jackson Hole Economic Symposium	-		-	-
	24. 1 : 30	JP CPI (yoy, %)	Jul		-	0,7
	1 : 30	JP core-CPI (yoy, %)	Jul		0,9	0,8
	8 : 00	DE GDP (detailed, yoy, %)	Q2		2,0	2,0*
	14 : 30	US Durable goods orders (mom, %)	Jul		0,8	0,8

* preliminary data

Sources: Reuters, OTP Research

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

Analyst
Dániel Módos
modosd@otpbank.hu
+36 1 301 2810

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