

Global Daily Report



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Summary

- The developed world's stock markets remained in the red.
- The USD weakened against the EUR, the 10Y US yield dropped.
- Crude prices dropped yesterday.

Nothing could stop developed economies' stock markets from sliding on Thursday. Extending their several-day-long losing streak, the key indices of Europe and America lost more than 1% yesterday. Energy-related businesses were the weakest performers, falling hand in hand with crude prices. None of the other sectors fared well. Investors are still concerned about the rising bond yields and the US president's criticism of the Fed. Speaking at a press conference, Donald Trump reiterated that he found the Fed's interest rate policy too tight but he did not want to dismiss its chair.

The September reading of US inflation slightly undershot expectations. The figures released yesterday suggest that the rise in consumer prices topped out at 2.9% in the middle of this year, before slowing to 2.3% YoY in the past two months. Core inflation has not changed from the previous month (2.2%YoY).

The greenback's weakening sent the EUR/USD 0.6% higher, to 1.16.

Yields on the 10Y government bonds of Germany and the USA dropped three and five basis points, respectively.

The turmoil on petroleum market has not improved: the sanctions against Iran drove oil prices higher, while the strong inventory data and the lack of lost output owing to hurricanes sent them lower. In the end, the Brent dived 3.4% and the WTI slipped 2.9% yesterday.

Amid the market turbulence, the price of gold, a classic safe haven asset, climbed 3% higher on Thursday.

Reversing days of downward moves, Asia's stock markets opened brightly this morning. The best of them, the Hang Seng in Hong Kong grew by 1.71%. The USD/JPY opened with steep rise this morning.

Today's important releases include the August reading of the eurozone's industrial production. The earnings reports of Citigroup and JPMorgan will market the beginning of banks' reporting season. The three-day meeting of the IMF and the World Bank, beginning today, is also worth keeping an eye on.

Please note that the next Global Daily Report will be out on 17 October.

	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	2728,4	-2,1	2,0	VIX	25,0	8,8	126	WTI	71,1	-2,9	17,6
	DOW	25052,8	-2,1	1,3	US 2Y	2,84	-4	95	Brent	80,26	-3,4	20,0
	Nasdaq100	6964,0	-1,1	8,9	US 10Y	3,13	-9	72	Gold	1223,7	2,5	-6,0
	DAX	11539,4	-1,5	-10,7	GER 2Y	-0,56	-1	7	Silver	14,56	2,1	-14,1
	CAC40	5106,4	-1,9	-3,9	GER 10Y	0,52	-3	9	EUR/USD	1,16	0,7	-3,4
	FTSE 100	7006,9	-1,9	-8,9	PT10Y	2,02	0	9	EUR/GBP	0,88	0,3	-1,4
	FTSE MIB	19356,6	-1,8	-11,4	IT 10Y	3,58	7	158	EUR/NOK	9,52	0,4	-3,3
	Stoxx600	359,7	-2,0	-7,6	SP 10	1,65	3	8	USD/CAD	1,30	-0,3	3,6
	- Banks	128,3	-2,2	-22,2	iTRAXX	71,8	0,0	59	AUD/USD	0,71	0,9	-8,7
	Nikkei 225	22713,0	0,6	-0,2	JPY 2Y	-0,11	0	2	USD/JPY	112,16	-0,1	-0,5
SSEC	2603,6	0,8	-21,3	JPY 10Y	0,15	0	10	GBP/USD	1,32	0,3	-2,1	
Regional	RTS	1124,1	-1,7	-2,6	RUS10	8,9	0,3	17	USD/RUB	66,289	-0,9	15,0
	WIG20	2159,88	-1,7	-12,2	POL 10	3,3	-1,7	-1	EUR/PLN	4,31	-0,2	3,2
	PX50	1083,7	-1,2	0,5	CZ10	2,1	-1,5	41	EUR/RON	4,663	0,0	-0,3
Hungary	BUX	35905	-2,5	-8,8	3M DKJ	0,07	0	3	EUR/HUF	324,86	-0,3	4,6
	OTP	9835	-3,1	-8,3	1Y	0,44	1	39	USD/HUF	280,07	-0,9	8,2
	MOL	2902	-3,9	-3,4	3Y	1,90	-2	135	CHF/HUF	282,93	-0,9	6,8
	MTelekom	397	-0,6	-13,4	5Y	3,36	-2	219	PLN/HUF	75,36	0,0	1,5
	Richter	5120	0,4	-24,5	10Y	3,92	-2	188	GBP/HUF	370,86	-0,5	6,2

* 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 10. 8.	8 : 00	DE	Industrial production (mom, %)	Aug	-0,3	0,4	-1,1
	10 : 30	EZ	Sentix Investor confidence (points)	Oct	11,4	11,8	12,0
	11 : 00	HU	Fiscal balance (monthly, billion HUF)	Sept	149,7	-	-155,3
9.	8 : 00	DE	Export (mom, %)	Aug	-0,1	0,3	-0,90
	9 : 00	HU	Inflation (yoy, %)	Sept	3,6	3,5	3,4
	9 : 00	HU	Core inflation (yoy, %)	Sept	2,4	-	2,2
	9 : 00	HU	Trade balance (preliminary, monthly, EUR mn)	Aug	51,0	-	362,0
10.	10 : 30	UK	Industrial production (mom, %)	Aug	0,2	0	0,4
11.	13 : 30	EZ	ECB Minutes	Sept	-	-	-
	14 : 30	US	CPI (yoy, %)	Sept	2,3	2,4	2,7
	14 : 30	US	CPI (mom, %)	Sept	0,1	0,2	0,2
	14 : 30	US	core-CPI (yoy, %)	Sept	2,2	2,3	2,2
	14 : 30	US	core-CPI (mom, %)	Sept	0,1	0,2	0,1
12.	8 : 00	DE	CPI (final, yoy, %)	Sept	2,3	2,3	2,3*
	9 : 00	HU	Industrial production (second estimate, yoy, %)	Aug		-	1,5*
	11 : 00	EZ	Industrial production (mom, %)	Aug		0,4	-0,8
	16 : 00	US	Michigan Consumer confidence (preliminary, points)	Oct		100,4	100,1
			IMF - World Bank Annual Meeting, October 12-14	-		-	-

* preliminary data

Sources: Reuters, OTP Research

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