

Summary

- Stock markets were upbeat on Thursday
- The EUR/USD sank while the EUR/HUF rose yesterday
- The first round of Brexit talks may have ended
- Hungary inflation matched expectations

Global stock markets were fairly positive on Thursday. In Europe, the DAX added 0.3%, the CAC40 rose 0.2% while the FTSE100 dropped 0.4%. In US trading, the S&P500 closed 0.4% higher, and the NASDAQ100 grew by 0.5%.

In the CEE region, the WIG20 inched up 0.1%, and the BUX surged 2% by the end of the day. MOL and OTP were the strongest two Hungarian blue chips, gaining 3% each. MTelekom climbed 0.6% higher, while Richter practically stagnated.

In this morning's trading in Asia, Japan's Nikkei advanced 1.4%, and China's SSEC surged 3%. Asia's stock markets may have benefited from the better-than-expected exports and imports data released in China.

On the currency market, the US dollar firmed 0.2% against the EUR and 0.8% versus the JPY. The HUF weakened 0.2% pushing the EUR/HUF above 315 at one point on Thursday.

On commodity markets, crude oil prices were up 1%, while gold and silver sank more than 1%.

In the small hours on Friday, an agreement was reached on the key points of Brexit. Having completed phase 1 of negotiations, trade agreements may come to the fore. According to the Financial Times' sources, Britain may grant special rights to 4 million foreigners, and pay EUR 40-60 billion to the EU budget.

Hungary inflation was 2.5% in November, matching expectations. The US labour market data, due out later in the day, are worth keeping an eye on.

	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	2637,0	0,3	17,8	VIX	10,2	-7,8	-28	WTI	56,64	1,2	5,4
	DOW	24211,5	0,3	22,5	US 2Y	1,81	0,0	61	Brent	62,20	1,6	9,5
	Nasdaq100	6316,3	0,4	29,9	US 10Y	2,38	4,6	-6	Gold	1246,3	-1,4	8,2
	DAX	13045,2	0,4	13,6	GER 2Y	-0,76	-1,8	3	Silver	15,73	-1,5	-1,3
	CAC40	5383,9	0,2	10,7	GER 10Y	0,30	-0,6	9	EUR/USD	1,1771	-0,2	12,0
	FTSE 100	7320,8	-0,4	2,5	PT10Y	1,81	-4,9	-195	EUR/GBP	0,8737	-0,8	2,6
	FTSE MIB	22459,5	0,7	16,8	IT 10Y	1,67	-4,5	-15	EUR/NOK	9,7883	0,3	7,7
	Stoxx600	386,4	0,0	6,9	SP 10	1,40	-3,5	1	USD/CAD	1,2849	0,5	-4,3
	- Banks	159,7	0,9	19,1	ITRAXX	48,0	-1,1	-34	AUD/USD	0,7511	-0,7	4,1
	Nikkei 225	22811,1	1,4	19,3	JPY 2Y	-0,15	-0,7	3	USD/JPY	113,08	0,7	-3,2
SSEC	3368,8	3,0	8,5	JPY 10Y	0,05	-0,3	0	GBP/USD	1,3473	0,6	9,2	
Regional	RTS	1119,5	-1,0	-2,8	RUS10	7,62	0,1	-9	USD/RUB	59,172	0,0	-3
	WIG20	2393,34	-0,1	22,9	POL 10	3,25	0,1	-10	EUR/PLN	4,2065	-0,1	-4,5
	PX50	1055,9	0,3	14,6	CZ10	1,42	0,1	205	EUR/RON	4,6250	-0,1	2,0
Hungary	BUX	38348	2,0	19,8	3M TB	0,03	0	-13	EUR/HUF	314,82	0,2	1,9
	OTP	10230	3,0	21,8	1Y	0,08	1	-10	USD/HUF	267,30	0,4	-8,9
	MOL	3017	3,0	17,0	3Y	0,65	1	-21	CHF/HUF	268,82	0,0	-6,6
	MTelekom	471	0,6	-5,4	5Y	1,17	1	-60	PLN/HUF	74,790	0,3	6,8
	Richter	6490	0,0	4,5	10Y	2,14	0	-106	GBP/HUF	360,25	1,0	0

* In the case of bond yields, the change is in basis points instead of percentage (VIX and ITRAXX not included).

Data	Cd.	Event/Data	Period	Fact	Cons.	Prev.
2017 12. 4.	10 : 30	EZ Sentix Investor confidence (points)	Dec.	31,1	33,6	4,1
	16 : 00	US Factory orders (mom, %)	Oct.	-0,1	-0,4	1,4
5.	8 : 00	RO GDP (detailed, yoy, %)	Q3	8,8	-	8,8*
	9 : 00	HU Retail sales (first estimate, yoy, %)	Oct.	6,3	-	5,6
	9 : 00	HU GDP (detailed, yoy, %)	Q3	3,9	-	3,6*
	9 : 00	HU GDP (detailed, qoq, %)	Q3	0,9	-	0,8*
	9 : 00	SK GDP (detailed, yoy, %)	Q3	3,4	-	3,3*
	11 : 00	EZ Retail sales (mom, %)	Oct.	-1,1	-0,7	0,7
	16 : 00	US ISM non-Manufacturing PMI (points)	Nov.	57,4	59,0	60,1
6.	8 : 00	DE Industrial orders (mom, %)	Oct.	-0,3	-0,1	1,0
	9 : 00	HU Industrial production (preliminary, yoy, %)	Oct.	7,6	-	5,4
	14 : 15	US ADP non-farm employment (mom, '000s)	Nov.	190	191	235
7.	8 : 00	DE Industrial production (mom, %)	Oct.	-1,4	1,1	-1,6
	11 : 00	HU Fiscal balance (monthly, billion HUF)	Nov.		-	-181,9
	11 : 00	EZ GDP (third estimate, yoy, %)	Q3	2,6	2,5	2,5*
	16 : 00	EZ Mario Draghi press conference on Basel reforms				
	0 : 0	HU International reserves (preliminary, EURbn)	Nov.	22,6	-	22,6
8.	0 : 50	JP GDP (revision, qoq, %)	Q3		-	0,3*
	4 : 00	CN Export (yoy, %)	Nov.	12,7	-	6,9
	4 : 00	CN Import (yoy, %)	Nov.	17,7	-	17,2
	8 : 00	DE Export (mom, %)	Oct.	-0,4	1,0	-0,4
	9 : 00	HU Trade balance (preliminary, monthly, EUR mn)	Oct.	5,22	-	928,0
	9 : 00	HU Inflation (yoy, %)	Nov.	2,5	-	2,2
	9 : 00	HU Core inflation (yoy, %)	Nov.	2,7	-	2,7
	10 : 30	UK Industrial production (mom, %)	Oct.		0,1	0,7
	14 : 30	US Unemployment rate (%)	Oct.		4,1	4,1
	14 : 30	US Average earnings (yoy, %)	Nov.		-	2,4
	14 : 30	US Average earning (mom, %)	Nov.		0,3	0,0
	14 : 30	US Non-farm payroll (mom, '000s)	Nov.		188	261
	16 : 00	US Michigan Consumer confidence (preliminary, points)	Dec.		99,5	97,8

*preliminary data

Source: Reuters, OTP Research

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