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Daily Report

Summary

- Friday's benign sentiment helped global stock markets close with gains.
- The US dollar substantively firmed against the EUR.
- The BUX advanced on Friday, with OTP hitting a new all-time high.

Developed economies continued to grind higher. Recovering from the massive losses in the first week of February, the Dow Jones Industrial average saw its best weekly performance in 18 months, the S&P was at its best in five years, and the NASDAQ had the strongest week in six years, a summary by Marketwatch showed. Friday's trading opened on a weak note before a steep rise came, only to end the day with modest gains.

Most stock markets in Europe advanced, with some exceptions (such as Warsaw, Tallinn, and the smaller Russian index).

US investigators are reported to have found that Daimler also used cheating software to pass emission tests.

In Hungary, the BUX surged 2.6%, largely driven by Richter's and OTP's impressive performances. The banking share jumped to a new record high of HUF 11,750. Opus, which generated the third largest trading volume, fell 3.4%, reversing the previous day's jump.

Asia's markets closed with gains this morning.

The EUR/USD fell sharply, to 1.24 by the weekend, down from Thursday's near-1.256 levels, untouched since the end of 2014.

On Sunday Latvia's anticorruption authorities detained central bank governor Ilmars Rimsevics. Latvia joined the eurozone at the beginning of 2014, and replacing the central bank governor is unlikely to influence the euro's exchange rate.

The Brent crude price barely changed.

The EUR/HUF stagnated just below 311.5.

In Hungary, secondary-market government bond yields barely moved: the 10Y benchmark yield stood at 2.54% (while the US 10Y yield was 2.88% on Friday). A research by Unicredit found that emerging market bond funds suffered the sixth sharpest one-week divestiture (net USD 2.9 billion) of the past six years. This is because long-term yields are rising, and emerging markets follow the increase in US yields.

Later in the week, a number of countries will release economic sentiment indices.

	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	2731,2	1,2	2,2	VIX	19,1	-1	73	WTI	61,17	0,9	1,2
	DOW	25200,4	1,2	1,9	US 2Y	2,2	1	29	Brent	64,33	0,0	-3,8
	Nasdaq100	6794,9	1,8	6,2	US 10Y	2,9	-2	48	Arany	1353,20	0,2	3,9
	DAX	12346,2	0,1	-4,4	GER 2Y	-0,5	0	13	Ezüst	16,87	0,0	-0,4
	CAC40	5222,5	1,1	-1,7	GER 10Y	0,8	1	34	EUR/USD	1,25	0,5	4,2
	FTSE 100	7234,8	0,3	-5,9	PT10Y	2,0	-2	12	EUR/GBP	0,89	-0,3	-0,1
	FTSE MIB	22495,6	0,3	2,9	IT 10Y	2,1	1	7	EUR/NOK	9,71	0,0	-1,4
	Stoxx600	376,5	0,5	-3,3	SP 10	1,5	0	-6	USD/CAD	1,25	-0,1	-0,8
	- Banks	172,5	1,1	4,6	iTRAXX	52,8	-4	17	AUD/USD	0,79	0,3	1,8
	Nikkei 225	21779,0	1,5	-4,3	JPY 2Y	-0,2	0	-2	USD/JPY	106,11	-0,8	-5,8
SSEC	3199,2	0,0	-3,3	JPY 10Y	0,1	0	1	GBP/USD	1,41	0,7	4,3	
Regional	RTS	1262,3	1,4	9,3	RUS10	7,1	0	-6	USD/RUB	56,386	-0,5	-2,2
	WIG20	2423,6	-1,1	-1,5	POL 10	3,5	0	6	EUR/PLN	4,15	0,0	-0,5
	PX50	1111,9	0,2	3,1	CZ10	1,8	0	21	EUR/RON	4,661	0,1	-0,4
Hungary	BUX	38523	0,2	-2,2	3M T-Bill	0,01	0	-3	EUR/HUF	311,01	-0,2	0,2
	OTP	11450	-1,1	6,8	1Y	0,07	0	2	USD/HUF	248,59	-0,7	-4,0
	MOL	2868	-1,0	-4,6	3Y	0,65	7	10	CHF/HUF	269,70	0,0	1,8
	MTelekom	461	-0,9	0,5	5Y	1,52	5	35	PLN/HUF	74,85	-0,2	0,8
	Richter	5770	4,5	-14,9	10Y	2,52	-1	48	GBP/HUF	350,64	0,1	0,4

* 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 2. 20.	9 : 00	HU	Gross wages (yoy, %)	Dec.	-	13,0
	11 : 00	DE	ZEW Economic Sentiment (points)	Febr.	16,0	20,4
	16 : 00	EZ	Consumer confidence index (flash, points)	Febr.	1,1	1,3
	1 : 30	JP	Nikkei Manufacturing PMI (points)	Febr.	-	54,8
	9 : 00	FR	Markit Service PMI (points)	Febr.	59,0	59,2
	9 : 00	FR	Markit Manufacturing PMI (points)	Febr.	58,0	58,4
	9 : 30	DE	Markit Service PMI (points)	Febr.	57,0	57,3
14.	9 : 30	DE	Markit Manufacturing PMI (points)	Febr.	60,6	61,1
	10 : 00	EZ	Markit Service PMI (points)	Febr.	57,7	58,0
	10 : 00	EZ	Markit Manufacturing PMI (points)	Febr.	59,2	59,6
	15 : 45	US	Markit Service PMI (points)	Febr.	-	53,3
	15 : 45	US	Markit Manufacturing PMI (points)	Febr.	-	55,5
	16 : 00	US	Existing home sales (mom, %)	Jan.	5 540	5 570
	20 : 00	US	FOMC Minutes	Jan.	-	-
22.	10 : 00	DE	IFO Economic sentiment index (points)	Febr.	117,0	117,6
	10 : 30	UK	GDP (yoy, detailed, %)	Q4	1,5	1,5*
	10 : 30	UK	GDP (qoq, detailed, %)	Q4	0,5	0,5*
	13 : 30	EZ	ECB Minutes	Jan.	-	-
	16 : 00	US	Leading index (mom, %)	Jan.	0,5	0,6
	0 : 30	JP	CPI (yoy, %)	Jan.	-	1,0
	0 : 30	JP	core-CPI (yoy, %)	Jan.	0,8	0,9
	8 : 00	DE	GDP (yoy, detailed, %)	Q4	2,9	2,9*
	8 : 00	DE	GDP (qoq, detailed, %)	Q4	0,6	0,6*
	11 : 00	EZ	CPI (final, yoy, %)	Jan.	1,3	1,3*

* preliminary data

Sources: Reuters, OTP Research

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