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Daily Report

Summary

- Wednesday's trading was pretty upbeat but Hungary's BUX closed mixed.
- The euro regained some ground from the US dollar.
- Brent price surged almost 3%.

Following the panic of the recent days, most global stock indices recovered on Wednesday. In Europe, the DAX and the FTSE100 advanced nearly 1% each, while the CAC40 shed 0.2%. In Italy, the FTSE MIB rallied 2.1%. On the other side of the Atlantic, the S&P500 added 1.3% and the NASDAQ100 gained 0.7%.

Nevertheless, Central and Eastern Europe closed mixed. Warsaw's WIG20 lost 1.6%, while the BUX did not budge. Two Hungarian blue chips, OTP and Richter, outperformed while MOL's share price slipped yesterday.

The EUR/USD sank 1.1% as the euro's multi-day losing streak ended on Wednesday. The HUF also regained some strength, against both the EUR and the USD.

The Brent crude oil's price surged 2.5%, while precious metal prices flat-lined.

The Fed's Beige Book, published yesterday, gave account of the dynamic expansion of the American economy. Eight of the 12 Fed districts reported a pickup in industrial activity, and the remaining four informed about robust growth. At this point, the trade conflict with China does not appear to have significant effect on industrial production.

Italy's Five Star Movement called on the eurosceptic candidate for finance minister to resign from this post. Markets welcomed this development, as it adds to the chances of forming a coalition government.

	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	2724,0	1,3	1,9	VIX	14,9	-12,2	35	WTI	68,3	2,2	13,0
	DOW	24667,8	1,3	-0,2	US 2Y	2,41	9,2	52	Brent	77,50	2,8	15,9
	Nasdaq100	6976,4	0,7	9,1	US 10Y	2,84	7,6	43	Gold	1301,0	0,2	-0,1
	DAX	12783,8	0,9	-1,0	GER 2Y	-0,68	9,5	-5	Silver	16,51	0,8	-2,6
	CAC40	5427,4	-0,2	2,2	GER 10Y	0,35	7,5	-7	EUR/USD	1,17	1,1	-2,8
	FTSE 100	7689,6	0,7	0,0	PT10Y	2,15	-5,9	22	EUR/GBP	0,88	0,9	-1,2
	FTSE MIB	21797,8	2,1	-0,3	IT 10Y	3,05	-5,0	106	EUR/NOK	9,54	-0,1	-3,1
	Stoxx600	385,5	0,3	-0,9	SP 10	1,57	-4,9	0	USD/CAD	1,29	-1,1	2,4
	- Banks	142,5	0,3	-13,6	iTRAXX	69,5	-3,4	54	AUD/USD	0,76	0,9	-2,9
	Nikkei 225	22201,8	0,8	-2,5	JPY 2Y	-0,14	0	0	USD/JPY	108,90	0,1	-3,3
	SSEC	3095,8	1,8	-6,4	JPY 10Y	0,04	1	-1	GBP/USD	1,33	0,3	-1,7
Regional	RTS	1163,0	0,7	0,7	RUS10	7,3	0,0	-3	USD/RUB	62,071	-1,2	7,7
	WIG20	2157,07	-1,6	-12,4	POL 10	3,3	-0,7	-1	EUR/PLN	4,30	-0,7	3,0
	PX50	1079,7	0,6	0,1	CZ10	2,0	-0,4	28	EUR/RON	4,649	0,2	-0,6
Hungary	BUX	34837	-0,1	-11,5	3M DKJ	0,19	-1	15	EUR/HUF	319,46	-0,4	2,9
	OTP	9700	0,5	-9,5	1Y	0,32	-1	27	USD/HUF	273,91	-1,4	5,8
	MOL	2510	-1,6	-16,5	3Y	1,23	1	68	CHF/HUF	277,27	-1,1	4,6
	MTelekom	417	0,0	-9,0	5Y	1,74	-1	57	PLN/HUF	74,22	0,3	-0,1
	Richter	5285	0,7	-22,1	10Y	3,20	5	116	GBP/HUF	363,62	-1,2	4,1

* 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 5. 29.	9 : 00	HU Unemployment rate (%)	Apr.	3,8	-	3,9
	15 : 00	US Case-Shiller Home Price Index (yoy, %)	March	6,8	6,5	6,8
	30. 8 : 00	DE Retail sales (mom, %)	Apr.	2,3	0,7	-0,6
	9 : 00	HU Investment (yoy, %)	Q1	17,0	-	14,0
	11 : 00	EZ EC Economic Sentiment Index (points)	May	112,5	112,1	112,7
	14 : 00	DE CPI (flash, yoy, %)	May	2,2	2,0	1,6
	14 : 15	US ADP non-farm employment (mom, '000s)	May	178,0	190	204
	14 : 30	US GDP (second estimate, annualized, yoy, %)	Q1	2,2	2,3	2,3*
	20 : 00	US Beige Book	-	-	-	-
	31. 3 : 00	CN NBS Manufacturing PMI (points)	May	51,9	51,3	51,4
	3 : 00	CN NBS non-Manufacturing PMI (points)	May	54,9	-	54,8
	9 : 00	HU Industrial producer prices (yoy, %)	Apr.		-	3,5
	11 : 00	EZ Unemployment rate (%)	Apr.		8,4	8,5
	11 : 00	EZ CPI (flash, yoy, %)	May		1,6	1,2
	11 : 00	EZ Core CPI (flash, yoy, %)	May		1,0	0,7
	14 : 30	US Personal income (mom, %)	Apr.		0	0
	14 : 30	US Personal consumption (adjusted, mom, %)	Apr.		0,3	0
	15 : 45	US Chicago PMI (points)	May		58,0	57,6
	16 : 00	US Pending home sales (mom, %)	Apr.		0,4	0,4
	6. 1. 9 : 00	HU Trade balance (detailed, monthly, EUR mn)	March		-	558*
	14 : 30	US Non-farm payroll (mom, '000s)	May		185	164
	16 : 00	US ISM Manufacturing PMI (points)	May		57,7	57,3
	16 : 00	US Construction expenditure (mom, %)	Apr.		1,1	-1,7
	21 : 30	US Vehicle sales (annualized monthly, million)	May		17,2	17,2
	0 : 0	HU Moody's decision (long term sovereign debt)	-		-	Baa3 stabil

* preliminary data

Sources: Reuters, OTP Research

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