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### Summary

- The TRY recovered further 5% yesterday.
- Qatar offered a 15-billion-dollar bailout package to Turkey.
- Emerged economies' equity markets ran out of steam; commodity and energy producers' stock prices fell.
- Turkey's Finance Minister is to hold a teleconference today.

Turkey's stabilization continued on Wednesday, when the lira regained more than 5% lost ground from the US dollar. Qatar is prepared to provide a huge rescue package of USD 15 bn to Turkey in the form of investments in the banking sector and money markets, the Turkish news agency reported. Other sources say that Qatar will carry out investment projects and make deposits in Turkey. News on the rescue package strengthened the lira, helping the USD/TRY drop to 5.87, but in the absence of further details, the pair climbed back above 6.0. Despite its appreciation on Tuesday and Wednesday, the lira's value is well below previous levels.

Other emerging market currencies did not follow suit: the forint and the zloty both weakened against the euro and the greenback. Meanwhile the EUR/USD sank to a 12-month low of 1.13. The forint's weakening pushed the EUR/HUF to 325.5 and sent the USD/HUF above 288, before the crosses returned to the neighbourhood of 324.5 and 286, respectively.

Turkey's currency crisis, along with trade conflicts, continued to cast shadows on emerged economies' equity markets. In Europe, the Stoxx600 reversed 1.3%, London's FTSE slid 1.5%, Frankfurt's DAX lost 1.6%, and Prague's PX50 slipped 1.8%. Mining companies were hit particularly hard as the price of copper in the London Metal Exchange contracted by 4%, to more than a 12-month low, also supported by the dollar's strengthening. This made the share prices of BHP Billiton and Antofagasta decrease by 5%.

Hungary could not shrug off the general negative sentiment. The BUX closed 0.5% in the red as Richter's soaring (+2.4%) could not offset the losses of OTP and Mol.

America's stock markets picked up in the last hours of trading, but could not avoid losses. The Dow fell 0.5%, the S&P plunged 0.8%, and the NASDAQ100 closed 1.2% down. In the S&P universe, the energy and the commodity segments were the worst performers. The WTI crude sank more than 3% (and the Brent lost more than 2%) as the latest data reflected stronger-than-expected fall in oil inventories.

Amid the general gloom in Asia this morning, the benchmark indices closed in the red.

Thursday is likely to be an exciting day in terms of the Turkish currency crisis. Starting from today, Turkey banned leveraged FX transactions, at least until 3 September. This follows the Turkish financial watchdog's move to lower the limits on commercial banks' spot, swap, and forward transactions relative to their equity capital. Turkey's Finance Minister is to hold a much-awaited teleconference today.

Today Hungary's ÁKK is to auction 3Y, 5Y, and 10Y bonds, with plans to raise a total of HUF 50 billion.

US housing data and UK retail sales statistics are due out today. Turkey will publish industrial output figures for June.

	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	2818,4	-0,8	5,4	VIX	14,6	10,0	33	WTI	65,0	-2,6	7,6
	DOW	25162,4	-0,5	1,8	US 2Y	2,60	-3	71	Brent	70,76	-2,3	5,8
	Nasdaq100	7354,7	-1,2	15,0	US 10Y	2,85	-4	44	Gold	1174,3	-1,6	-9,8
	DAX	12163,0	-1,6	-5,8	GER 2Y	-0,65	-1	-1	Silver	14,42	-3,6	-14,9
	CAC40	5305,2	-1,8	-0,1	GER 10Y	0,30	-3	-12	EUR/USD	1,13	0,0	-5,4
	FTSE 100	7497,9	-1,5	-2,5	PT10Y	1,89	6	-4	EUR/GBP	0,89	0,2	0,6
	FTSE MIB	20906,4	0,0	-4,3	IT 10Y	3,05	0	105	EUR/NOK	9,59	0,5	-2,6
	Stoxx600	379,7	-1,4	-2,4	SP 10	1,46	3	-11	USD/CAD	1,31	0,7	4,5
	- Banks	132,8	-1,6	-19,5	iTRAXX	71,6	4,2	59	AUD/USD	0,72	-0,1	-7,2
	Nikkei 225	22192,0	-0,1	-2,5	JPY 2Y	-0,12	0	2	USD/JPY	110,73	-0,4	-1,7
	SSEC	2718,4	-0,2	-17,8	JPY 10Y	0,10	1	5	GBP/USD	1,27	-0,2	-6,0
Regional	RTS	1055,2	-2,4	-8,6	RUS10	8,5	1,2	12	USD/RUB	67,262	1,5	16,7
	WIG20	2272,73	0,0	-7,7	POL 10	3,2	0,0	-4	EUR/PLN	4,32	0,5	3,5
	PX50	1068,5	0,1	-0,9	CZ10	2,2	0,2	43	EUR/RON	4,663	0,2	-0,3
Hungary	BUX	35826	-0,5	-9,0	3M DKJ	0,17	0	14	EUR/HUF	324,27	0,5	4,4
	OTP	9855	-1,9	-8,1	1Y	0,58	-1	53	USD/HUF	285,76	0,5	10,4
	MOL	2816	-0,4	-6,3	3Y	1,79	2	124	CHF/HUF	287,47	0,5	8,5
	MTelekom	403	-0,2	-12,0	5Y	2,99	1	182	PLN/HUF	75,01	0,0	1,0
	Richter	5180	2,4	-23,6	10Y	3,54	6	150	GBP/HUF	362,66	0,2	3,8

\* 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. 13. 9 : 00	HU	Industrial production (second estimate, yoy, %)	Jun	4,2	-	4,2*
14. 4 : 00	CN	Infrastructural spending (yoy, %)	Jul	5,5	13,5	6,0
4 : 00	CN	Industrial production (yoy, %)	Jun	6,0	6,30	6,0
4 : 00	CN	Retail sales (yoy, %)	Jul	8,8	9,0	9,0
8 : 00	DE	GDP (preliminary, yoy, %)	Q2	2,0	2,1	2,3
8 : 00	DE	CPI (final, yoy, %)	Jul	2,1	2,0	2,0*
8 : 00	RO	GDP (preliminary, yoy, %)	Q2	4,1	3,8	4,0
9 : 00	CZ	GDP (preliminary, yoy, %)	Q2	2,3	2,6	4,2
9 : 00	HU	GDP (preliminary, yoy, %)	Q2	4,6	4,2	4,4
9 : 00	HU	GDP (preliminary, qoq, %)	Q2	0,9	-	1,2
9 : 00	SK	GDP (preliminary, yoy, %)	Q2	4,1	3,7	3,6
10 : 00	PL	GDP (preliminary, yoy, %)	Q2	5,1	5,1	5,1
11 : 00	DE	ZEW Economic Sentiment (points)	Aug	-13,7	-20,7	-24,7
11 : 00	EZ	GDP (preliminary, yoy, %)	Q2	2,2	2,1	2,1*
11 : 00	EZ	GDP (preliminary, qoq, %)	Q2	0,4	0,3	0,3*
11 : 00	EZ	Industrial production (mom, %)	Jun	-0,7	-0,4	1,3
15. 10 : 30	UK	Inflation (yoy, %)	Jul	2,5	2,5	2,4
10 : 30	UK	Core inflation (yoy, %)	Jul	1,9	1,9	1,9
14 : 30	US	Retail sales (mom, %)	Jul	0,5	0,1	0,5
14 : 30	US	New York Fed Manufacturing index (points)	Aug	25,6	20,0	22,6
15 : 15	US	Industrial production (mom, %)	Jul	0,1	0,3	0,6
16 : 00	US	Business inventories (mom, %)	Jun	0,1	0,1	0,4
16. 9 : 00	TR	Industrial production (yoy, %)	Jun		5,0	6,4
10 : 30	UK	Retail sales (mom, %)	Jul		0,2	-0,5
14 : 30	US	Housing starts (annualized monthly, '000s)	Jul		1 250	1 173
14 : 30	US	Building permits (annualized monthly, '000s)	Jul		1 301	1 292
17. 9 : 00	TR	Consumer confidence (point)	Aug			73,1
9 : 00	TR	Retail sales (mom, %)	Jun			-1,3
11 : 00	EZ	CPI (final, yoy, %)	Jul		2,1	2,1*
16 : 00	US	Leading index (mom, %)	Jul		0,3	0,5
16 : 00	US	Michigan Consumer confidence (preliminary, points)	Aug		98,0	97,9
	HU	S&P Credit Rating decision				BBB- (pozitív)

\* preliminary data

Sources: Reuters, OTP Research

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