

Treasury Sales Team

Head of Sales

Ottó Demjén

+36 1 288 7558

Otto.Demjen@otpbank.hu

Retail

Zsigmond Csillag

+36 1 288 7556

zsigmond.csillag@otpbank.hu

Attila Keresztyén

+36 1 288 7552

KeresztyenA@otpbank.hu

István Milán Nagy

+36 1 288 7554

milan.nagy@otpbank.hu

Frigyes Soós

+36 1 288 7571

SoosF@otpbank.hu

Pál András Saághy

+36 1 288 7553

Pal.Andras.Saaghy@otpbank.hu

Institutional

Lóránt Fábán

+36 1 288 7572

Lorant.Fabian@otpbank.hu

Szilvia Lovas

+36 1 288 7545

LovasSz@otpbank.hu

János Mladoniczki

+36 1 288 7551

MladoniczkiJ@otpbank.hu

Corporate

Nóra Ilona Gordos

+36 1 288 7549

Nora.Ilona.Gordos@otpbank.hu

János Imrei

+36 1 288 7555

janos.imrei@otpbank.hu

Csinszka Kis-Böndi

+36 1 288 7544

Kis-bondics@otpbank.hu

Roxána Kosztelnik

+36 1 288 7541

roxana.kosztelnik@otpbank.hu

Edit Kovács Gyimóti

+36 1 288 7542

KovacsGyE@otpbank.hu



Daily Report

Summary

- Optimism ruled Europe's equity markets on Tuesday.
- Walgreens Boots's plunge dragged the Dow into the red.
- The BUX closed at all-time high.
- The ADP employment report is due out in the USA today.

Buyers outnumbered sellers on Europe's key stock markets, with the car manufacturing and banking sectors being the strongest performers. In the corporate world, UniCredit is to pay USD 900 mn fine in the USA for violating sanctions on Iranian entities, Bloomberg reported. No headway was made in the continuing unfold Brexit story but Tuesday's cabinet meeting came to a decision to agree a new plan with the Labour Party. But for that to happen, the current departure deadline of 12 April needs to be delayed until 22 May, with the EU's consent. Britain's 10Y bond yields fell four basis points and the GBP firmed 0.6% against the EUR.

America's investors were less optimistic – the S&P500 stagnated, the Nasdaq100 inched up trivially, and the Dow shed 0.3% by the close. The latter's weak performance owes a lot to Walgreens Boots' 12.8% nose-dive, as not only did the pharmaceutical retail company's flash report disappoint, but the company lowered its earnings per share projection for this year.

The 10Y US Treasury Note sank three basis points.

The EUR/USD barely moved from Monday's close.

Rising by 0.4% helped the BUX close at all-time high; MOL was its only blue chip to end in negative territory.

In Tuesday's auction of 3M zero-coupon treasury bills, the ÁKK sold the amount on offer, HUF 25 bn, with the bid/cover ratio above 2.0, and the average yield at 0.01%. On the secondary market, yields on the longest maturities inched up a few basis points.

Crude oil market continued to benefit from the benign effect of OPEC's output report, which revealed that Saudi Arabia kept its promise to reduce its own oil production. The prices of Brent and WTI nudged higher.

Tuesday's buoyancy persisted in today's Asia trading, where the benchmarks were seen 0.5% higher before the close this morning.

Today's ADP employment report may be indicative before the official US labour market data are out on Friday.

	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	2867,2	0,0	14,4	VIX	13,4	-0,3	-47	WTI	62,5	1,5	37,7
	DOW	26179,1	-0,3	12,2	US 2Y	2,31	-1,9	-19	Brent	69,37	0,5	28,9
	Nasdaq100	7499,6	0,3	18,5	US 10Y	2,48	-1,8	-21	Gold	1292,8	0,4	0,8
	DAX	11754,8	0,6	11,3	GER 2Y	-0,60	-0,6	-1	Silver	15,12	0,1	-2,4
	CAC40	5423,5	0,3	14,6	GER 10Y	-0,05	-2,4	-30	EUR/USD	1,1202	-0,1	-2,3
	FTSE 100	7391,1	1,0	9,9	PT10Y	1,26	-2,2	-46	EUR/GBP	0,8531	-0,3	-5,0
	FTSE MIB	21522,9	0,0	17,5	IT 10Y	2,53	1,4	-24	EUR/NOK	9,6372	0,1	-2,7
	Stoxx600	385,0	0,4	14,0	SP 10	1,12	-2,3	-30	USD/CAD	1,3337	0,2	-2,2
	- Banks	119,5	0,4	5,7	iTRAXX	62,5	0,4	-29,0	AUD/USD	0,7070	-0,6	0,3
	Nikkei 225	21686,5	0,8	8,4	JPY 2Y	-0,15	-0,1	-2	USD/JPY	111,31	0,0	1,6
Regional	SSEC	3193,9	0,5	28,1	JPY 10Y	-0,05	1,3	-5	GBP/USD	1,3127	0,2	2,9
	RTS	1216,2	0,2	14,1	RUS10	8,4	0,1	-3	USD/RUB	65,306	0,1	-6,3
	WIG20	2371,14	1,3	4,2	POL 10	2,9	-0,4	1	EUR/PLN	4,30	0,1	0,2
Hungary	PX50	1081,4	-0,3	9,6	CZ10	1,9	0,5	-5	EUR/RON	4,757	-0,1	2,3
	BUX	42213	0,4	7,9	3M DKJ	0,08	0,0	1	EUR/HUF	321,07	-0,1	0,0
	OTP	12870	0,8	14,0	1Y	0,28	0,0	-17	USD/HUF	286,56	-0,1	2,4
	MOL	3312	-0,2	7,6	3Y	1,32	-0,8	6	CHF/HUF	287,54	0,2	0,7
	MTelekom	465	0,4	5,6	5Y	2,02	2,0	-51	PLN/HUF	74,78	-0,1	0,3
	Richter	5425	0,8	-0,1	10Y	3,03	4,0	-1	GBP/HUF	374,51	-0,5	5,1

* 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.
2019 4. 1. 2 : 30	JP	Nikkei Manufacturing PMI (points)	Mar	49,2	-	48,9
9 : 00	HU	Manufacturing PMI (points)	Mar	52,4	-	55,5
9 : 00	HU	Trade balance (detailed, monthly, EUR mn)	Jan	392	-	382*
9 : 00	HU	Balance of general government sector (GDP %)	Q4	-5,8	-	-0,4
11 : 00	EZ	CPI (flash, yoy, %)	Mar	1,4	1,5	1,5
11 : 00	EZ	Core CPI (flash, yoy, %)	Mar	0,8	1,0	1,0
14 : 30	US	Retail sales (mom, %)	Feb	-0,2	0,3	0,7
16 : 00	US	ISM Manufacturing PMI (points)	Mar	55	55	54,2
16 : 00	US	Construction expenditure (mom, %)	Feb	1,0	0,4	2,5
16 : 00	US	Business inventories (mom, %)	Jan	0,8	0,3	0,8
2. 11 : 00	EZ	Unemployment rate (%)	Feb	7,8	7,8	7,8
14 : 00	RO	Interest rate decision (%)	Apr	2,5	2,5	2,5
14 : 30	US	Durable goods orders (mom, %)	Feb	-1,6	-1,8	0,2
21 : 30	US	Vehicle sales (annualized monthly, million)	Mar		17	16,6
3. 9 : 00	TR	Inflation (yoy, %)	Mar			19,7
9 : 00	HU	Retail sales (first estimate, yoy, %)	Feb		-	5,4
11 : 00	EZ	Retail sales (mom, %)	Feb		0,2	1,3
14 : 00	PL	Interest rate decision (%)	Apr		1,5	1,5
14 : 15	US	ADP non-farm employment (mom, '000s)	Mar		170	183
16 : 00	US	ISM non-Manufacturing PMI (points)	Mar		58	59,7
4. 8 : 00	DE	Industrial orders (mom, %)	Feb		0,3	-2,6
12 : 30	EZ	ECB Minutes	Mar		-	-
14 : 30	US	Continuing jobless claims ('000s)	weekly		1750,0	1756
14 : 30	US	Initial jobless claims ('000s)	weekly		216,0	211
5. 8 : 00	DE	Industrial production (mom, %)	Feb		0,5	-0,8
9 : 00	HU	Industrial production (preliminary, yoy, %)	Feb		-	4,4
10 : 00	HU	International reserves (preliminary, EURbn)	Mar		-	26,3
14 : 30	US	Unemployment rate (%)	Mar		3,8	3,8
14 : 30	US	Average earnings (yoy, %)	Mar		3,4	3,4
14 : 30	US	Average earnings (mom, %)	Mar		0,3	0,4
14 : 30	US	Non-farm payroll (mom, '000s)	Mar		180	20

*preliminary data

Sources: Reuters, OTP Research

Chief Economist
Gergely Tardos
tardosg@otpbank.hu
+36 1 374 7273

Analyst
Beáta Váradi
varadibe@otpbank.hu
+36 1 374 7271

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