

## Treasury Sales Team

### Head of Sales

**Ottó Demjén**

+36 1 288 7558

[Otto.Demjen@otpbank.hu](mailto:Otto.Demjen@otpbank.hu)

### Retail

**Zsigmond Csillag**

+36 1 288 7556

[zsigmond.csillag@otpbank.hu](mailto:zsigmond.csillag@otpbank.hu)

**Attila Keresztyén**

+36 1 288 7552

[KeresztyenA@otpbank.hu](mailto:KeresztyenA@otpbank.hu)

**István Milán Nagy**

+36 1 288 7554

[milan.nagy@otpbank.hu](mailto:milan.nagy@otpbank.hu)

**Frigyes Soós**

+36 1 288 7571

[SoosF@otpbank.hu](mailto:SoosF@otpbank.hu)

**Pál András Saághy**

+36 1 288 7553

[Pal.Andras.Saaghy@otpbank.hu](mailto:Pal.Andras.Saaghy@otpbank.hu)

### Institutional

**Lóránt Fábrián**

+36 1 288 7572

[Lorant.Fabian@otpbank.hu](mailto:Lorant.Fabian@otpbank.hu)

**Szilvia Lovas**

+36 1 288 7545

[LovasSz@otpbank.hu](mailto:LovasSz@otpbank.hu)

**János Mladoniczki**

+36 1 288 7551

[MladoniczkiJ@otpbank.hu](mailto:MladoniczkiJ@otpbank.hu)

### Corporate

**Nóra Ilona Gordos**

+36 1 288 7549

[Nora.Ilona.Gordos@otpbank.hu](mailto:Nora.Ilona.Gordos@otpbank.hu)

**János Imrei**

+36 1 288 7555

[janos.imrei@otpbank.hu](mailto:janos.imrei@otpbank.hu)

**Csinszka Kis-Böndi**

+36 1 288 7544

[Kis-bondics@otpbank.hu](mailto:Kis-bondics@otpbank.hu)

**Roxána Kosztelnik**

+36 1 288 7541

[roxana.kosztelnik@otpbank.hu](mailto:roxana.kosztelnik@otpbank.hu)

**Edit Kovács Gyimóti**

+36 1 288 7542

[KovacsGyE@otpbank.hu](mailto:KovacsGyE@otpbank.hu)



# Daily Report

### Summary

- Friday's trading sentiment was supportive on the world's stock markets
- Bond yields rose as the sentiment improved globally
- The EUR appreciated 0.4% vs the USD
- China's Q1 economic growth may have slowed to 6.3%, a Reuters survey found
- The earnings figures of Goldman Sachs and Citigroup, as well as the Empire State Manufacturing Index are due out today

In Friday's bright sentiment on global stock markets, America's S&P500 advanced 0.7% and the Nasdaq100 gained 1%. In Europe, Germany's DAX added 0.5%, France's CAC40, and Britain's FTSE100 upped 0.3% each. Amid the mixed sentiment in the CEE region, Warsaw's WIG20 shed 0.3% while Budapest's BUX closed higher. Among Hungarian blue chips, OTP grew by 1%, MOL advanced 1.6%, while Richter sank 0.7% and MTelekom fell 1.1%.

Asia's stock markets climbed higher this morning. The Nikkei added 1.4% and the SSEC rose by 0.6%.

In the supportive sentiment, bond yields nudged higher in both safe and less safe countries. The 2Y and 10Y bond yields of America, Germany, Spain and Italy all rose on Friday.

The US dollar lost 0.4% versus the euro but gained 0.3% from the yen. The forint appreciated against the key currencies.

On the commodity market, Brent grew by 1%. Precious metal prices edged down.

Even though China's economic growth may have decelerated to 6.3% in the first quarter (to its slowest growth rate since 1992) the March data indicate improvement, thanks to the earlier economic stimulus measures. Moreover, China's leaders decided in March to launch infrastructural investment programmes and to cut taxes. This month's credit flow data were unexpectedly strong, and business cycle indicators seem to be on the mend – this may lay the groundwork for favourable Q2 investment data. China's economic growth may slow to 6.2% in 2019, a Reuters poll found.

When re-negotiating US-China trade talks, mechanisms should be included to secure that the agreement is mutually respected, US Treasury Secretary Steven Mnuchin said. By saying that, he implied that the USA was open to facing penalties if it did not live up to its commitment. The market interpreted his messages as a favourable sign that a trade deal was on the horizon.

Today the US banking sector is worth keeping an eye on, as both Goldman Sachs and Citigroup are to publish their earnings reports. JPMorgan's earnings per share figure, revealed on Friday, has beaten expectations. Today's release of the Empire State Manufacturing Index is also worth checking.

	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	2907,4	0,7	16,0	VIX	12,0	-7,8	-53	WTI	63,9	0,5	40,7
	DOW	26412,3	1,0	13,2	US 2Y	2,40	4,0	-10	Brent	71,55	1,0	33,0
	Nasdaq100	7628,2	0,4	20,5	US 10Y	2,56	5,6	-13	Gold	1290,0	-0,2	0,6
	DAX	11999,9	0,5	13,6	GER 2Y	-0,57	0,7	2	Silver	14,95	0,0	-3,4
	CAC40	5502,7	0,3	16,3	GER 10Y	0,06	6,0	-19	EUR/USD	1,1300	0,4	-1,5
	FTSE 100	7437,1	0,3	10,5	PT10Y	1,17	3,6	-55	EUR/GBP	0,8637	0,2	-3,9
	FTSE MIB	21858,3	0,8	19,3	IT 10Y	2,54	2,7	-23	EUR/NOK	9,5918	-0,1	-3,2
	Stoxx600	387,5	0,2	14,8	SP 10	1,05	4,7	-37	USD/CAD	1,3320	-0,5	-2,3
	- Banks	125,6	2,3	11,1	iTRAXX	58,4	0,0	-33,6	AUD/USD	0,7171	0,7	1,7
	Nikkei 225	22169,9	1,4	10,8	JPY 2Y	-0,16	0,5	-2	USD/JPY	112,02	0,3	2,2
SSEC	3208,8	0,6	28,7	JPY 10Y	-0,03	2,0	-4	GBP/USD	1,3081	0,2	2,5	
Regional	RTS	1253,4	0,7	17,6	RUS10	8,2	-0,2	-6	USD/RUB	64,290	-0,4	-7,7
	WIG20	2366,71	-0,3	4,0	POL 10	2,9	0,1	2	EUR/PLN	4,28	-0,1	-0,3
	PX50	1104,5	1,2	12,0	CZ10	1,8	0,0	-6	EUR/RON	4,757	0,1	2,3
Hungary	BUX	42941	0,6	9,7	3M DKJ	0,03	1,4	-4	EUR/HUF	321,24	-0,2	0,1
	OTP	13220	1,0	17,1	1Y	0,26	0,0	-19	USD/HUF	284,30	-0,6	1,6
	MOL	3330	1,6	8,2	3Y	1,42	2,0	17	CHF/HUF	283,90	-0,3	-0,5
	MTelekom	465	-1,1	5,7	5Y	2,24	7,0	-29	PLN/HUF	75,19	0,0	0,8
	Richter	5560	-0,7	2,4	10Y	3,29	11,0	25	GBP/HUF	372,54	-0,3	4,6

\* 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. 15. 9 : 00	HU	Construction output (yoy, %)	Feb		-	29,1
14 : 30	US	New York Fed Manufacturing index (points)	Apr		6,0	3,7
16. 11 : 00	DE	ZEW Economic Sentiment (points)	Apr		0,0	-3,6
15 : 15	US	Industrial production (mom, %)	Mar		0,3	0,1
17. 4 : 00	CN	GDP (yoy, %)	Q1		6,3	6,4
4 : 00	CN	GDP(qoq, %, SA)	Q1		1,4	1,5
4 : 00	CN	Infrastructural spending (yoy, %)	Mar		6,3	6,1
4 : 00	CN	Industrial production (yoy, %)	Mar		5,8	5,3
4 : 00	CN	Retail sales (yoy, %)	Mar		8,3	8,2
10 : 30	UK	Inflation (yoy, %)	Mar		2,0	1,9
10 : 30	UK	Core inflation (yoy, %)	Mar		1,9	1,8
11 : 00	EZ	CPI (final, yoy, %)	Mar		1,4	1,4*
20 : 00	US	Beige Book	Apr		-	-
18. 9 : 15	FR	Markit Manufacturing PMI (points)	Apr		50,0	49,7
9 : 15	FR	Markit Service PMI (points)	Apr		49,8	49,1
9 : 30	DE	Markit Manufacturing PMI (points)	Apr		45,0	44,1
9 : 30	DE	Markit Service PMI (points)	Apr		55,0	55,4
10 : 00	EZ	Markit Manufacturing PMI (points)	Apr		47,9	47,5
		Markit Service PMI (points)	Apr		53,1	53,3
14 : 30	US	Retail sales (mom, %)	Mar		0,7	-0,2
14 : 30	US	Continuing jobless claims ('000s)	weekly			1713,0
14 : 30	US	Initial jobless claims ('000s)	weekly		204,0	196,0
15 : 45	US	Markit Manufacturing PMI (points)	Apr	-	52,5	52,4
15 : 45	US	Markit Service PMI (points)	Apr	-	55,4	55,3
16 : 00	US	Business inventories (mom, %)	Feb	-	0,3	0,8
16 : 00	US	Leading index (mom, %)	Mar	-	0,2	0,2
19. 1 : 30	JP	CPI (yoy, %)	Mar	-		0,2
1 : 30	JP	core-CPI (yoy, %)	Mar	-		0,7
14 : 30	US	Housing starts (annualized monthly, '000s)	Mar	-	1230,0	1162,0
14 : 30	US	Building permits (annualized monthly, '000s)	Mar	-	1299	1291,0

Sources: Reuters, OTP Research

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

**Analyst**  
Dániel Módos  
modosd@otpbank.hu  
+36 1 301 2810

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This document was prepared on 15 April 2019.

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