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Daily Report

Summary

- Investor sentiment was positive yesterday across the international markets, although the BUX decreased somewhat
- Government bond yield decreased in the core and peripheral countries as well
- The EUR slightly depreciated against the US, but volatility was down.
- The price of Brent oil increased by 2% after two oil tanker was attacked in the Middle East

Investor sentiment was quite good yesterday. Amongst the US stock indices, the S&P500 was up by 0.4% and the Nasdaq100 by 0.5%. Their European peers increased by a lesser extent. The DAX increased by 0.4% and the CAC40 and the FTSE100 increased only very slightly. In the CEE region investor sentiment was mixed. The WIG20 increased by 0.8% but the BUX was down by 0.3%. Amongst the Hungarian blue chips the OTP fell by 1.2%, the MOL was down by 0.2% and the MTelekom decreased by 0.8%. The Richter was lifted by 0.8%. Trading on the Asian stock markets was mixed. The Japanese Nikkei increased by 0.6%, but the Chinese SSEC decreased by 0.6%.

Yesterday the government bond yield of the core and peripheral countries decreased as well. Amongst the 10 year yields, the Italian and the Chinese fell the most. The general decrease in yield across international markets was followed in the Hungarian bond markets as well. The 10 year government bond yield fell by 3 bps, while the 5 year fell by 6 bps.

The volatility on the FX markets was subdued. The EUR depreciated against the USD by 0.8% while the EUR did not change much against the GBP. The JPY appreciated by 0.1% against the USD. The HUF appreciated only slightly against the EUR, the exchange rate is somewhat below 322HUF. The USDHUF did not change much.

The Brent oil price was up 2.2% after two oil tanker was attacked in the Middle East. The US blamed Iran for the attack, citing intelligence sources. The gold price increased by 0.7% while the silver was up by 1.1%.

In the US, the continuing jobless claims increased from 1.68 million people to 1.695 million people, while new jobless claims increased to 222 thousands people. Despite the increase in the jobless claims, the US job market is still very tight. However analyst expects the US GDP growth to slow in the second half of the year which could have an impact on the US job market as well.

In the morning retail sales and industrial production data will come from China, while in the afternoon industrial production and Michigan consumer confidence will arrive from the US.

	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	2891,6	0,4	15,3	VIX	15,8	-0,6	-38	WTI	52,4	2,4	15,3
	DOW	26106,8	0,4	11,9	US 2Y	1,83	-5,9	-67	Brent	61,31	2,2	14,0
	Nasdaq100	7510,7	0,5	18,7	US 10Y	2,09	-3,6	-60	Gold	1342,0	0,7	4,6
	DAX	12169,1	0,4	15,2	GER 2Y	-0,66	0,3	-7	Silver	14,90	1,1	-3,7
	CAC40	5375,6	0,0	13,6	GER 10Y	-0,24	-0,8	-49	EUR/USD	1,1275	-0,1	-1,7
	FTSE 100	7368,6	0,0	9,5	PT10Y	0,63	-1,9	-110	EUR/GBP	0,8896	0,0	-1,0
	FTSE MIB	20630,8	0,8	12,6	IT 10Y	2,37	-5,6	-40	EUR/NOK	9,7899	0,2	-1,2
	Stoxx600	380,3	0,2	12,6	SP 10	0,55	-3,0	-88	USD/CAD	1,3324	-0,1	-2,3
	- Banks	111,2	-0,5	-1,6	iTRAXX	61,7	0,7	-30	AUD/USD	0,6913	-0,2	-1,9
	Nikkei 225	21100,0	0,6	5,4	JPY 2Y	-0,20	-0,1	-6	USD/JPY	108,37	-0,1	-1,1
	SSEC	2894,4	-0,6	16,1	JPY 10Y	-0,13	-1,2	-13	GBP/USD	1,2672	-0,1	-0,7
Regional	RTS	1347,0	0,3	26,3	RUS10	7,7	0,1	-12	USD/RUB	64,550	-0,5	-7,4
	WIG20	2300,2	0,8	1,0	POL 10	2,5	-2,0	-14	EUR/PLN	4,25	0,0	-0,8
	PX50	1050,9	-0,1	6,5	CZ10	1,6	-2,7	-18	EUR/RON	4,718	-0,1	1,4
Hungary	BUX	40470	-0,3	3,4	3M DKJ	0,12	0,0	5	EUR/HUF	321,88	-0,1	0,3
	OTP	11970	-1,2	6,0	1Y	0,28	1,0	-17	USD/HUF	285,31	0,0	2,0
	MOL	3272	-0,2	6,3	3Y	1,07	-4,0	-19	CHF/HUF	287,14	0,4	0,6
	MTelekom	415	-0,8	-5,8	5Y	1,77	-6,0	-76	PLN/HUF	75,67	0,1	1,4
	Richter	5100	0,8	-6,1	10Y	2,87	-3,0	-17	GBP/HUF	362,37	0,1	1,7

* 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	6. 10.	10 : 30	UK	Industrial production (mom, %)	Apr	-2,7	-0,7	0,7
		11. 10 : 30	EZ	Sentix Investor confidence (points)	Jun	-3,3	2,9	5,3
		12. 14 : 30	US	CPI (yoy, %)	May	1,8	1,9	2,0
		14 : 30	US	CPI (mom, SA, %)	May	0,1	0,1	0,3
		14 : 30	US	core-CPI (yoy, %)	May	2,0	2,1	2,1
		14 : 30	US	core-CPI (mom, SA, %)	May	0,1	0,2	0,1
		20 : 00	US	Federal budget balance (USDbn)	May	-208,0	-185,5	160,0
	13.	9 : 00	HU	Industrial production (second estimate, yoy, %)	Apr	6,3	-	6,3*
		11 : 00	EZ	Industrial production (mom, %)	Apr	-0,5	-0,4	-0,3
		14 : 30	US	Continuing jobless claims ('000s)	weekly	1695,0	1680	1682
		14 : 30	US	Initial jobless claims ('000s)	weekly	222,0	216	218
	14.	4 : 00	CN	Infrastructural spending (yoy, %)	May		6,1	6,1
		4 : 00	CN	Industrial production (yoy, %)	May		5,5	5,4
		4 : 00	CN	Retail sales (yoy, %)	May		8,2	7,2
		9 : 00	HU	Construction output (yoy, %)	Apr		-	68
		14 : 30	US	Retail sales (mom, %)	May		0,6	-0,2
		15 : 15	US	Industrial production (mom, %)	May		0,2	-0,5
		16 : 00	US	Business inventories (mom, %)	Apr		0,5	0,0
		16 : 00	US	Michigan Consumer confidence (preliminary, points)	Jun		98,0	100,0

*preliminary data

Sources: Reuters, OTP Research

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This document was prepared on 14 June 2019.

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