

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

October 4, 2019

### Global Markets

European bourses opened in positive territory today following Wall Street's modest gains overnight amid hopes that further Fed rate easing would support corporate profits. Nevertheless, overall, market sentiment on risk assets remains cautious ahead of today's US employment report and mounting worries over the global growth outlook. Recent PMI and ISM data from the Eurozone and the US, respectively, disappointed, while the WTO cut its forecast for global trade growth from 2.6% to 1.2% in 2019 and from 3.0% to 2.7% in 2020. Meanwhile, Fed funds futures are currently pricing-in a probability higher than 80% for a 25bps rate cut at the next FOMC policy meeting in late October, up from around 45% ahead of the poor US ISM data, triggering a steepening in the US 2/10-yr yield curve.

### Greece

According to press reports, the discussions between the Greek government and the official creditors, in the context of the 4th Enhanced Surveillance review, continue, ahead of the submission of the 2020 Draft Budget in Parliament (expected on October 7th 2019). The fiscal gap for 2020 is estimated currently at ca €1.0bn and the government is reportedly considering to bridge it with fiscal structural measures including the increase of the minimum amount of e-payments required for the lower tax free threshold.

### CESEE

*Serbia:* An IMF mission will be in Belgrade by mid-October so as to discuss with national authorities over public sector wages and pension increases. The government has already decided to increase public sector wages within a range of 8% and 15% as of November but the exact percentage of increase in pensions remains to be agreed with the IMF under the Policy Coordination Instrument (PCI) auspices. *CESEE:* Leaders of the EU's main institutions addressed a letter to all Member States urging them to support the beginning of EU accession negotiations with Albania and North Macedonia. The question whether accession talks will begin is expected to be on the agenda of the EU's General Affairs Council of October 15.

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## GLOBAL MARKETS

### Stock markets

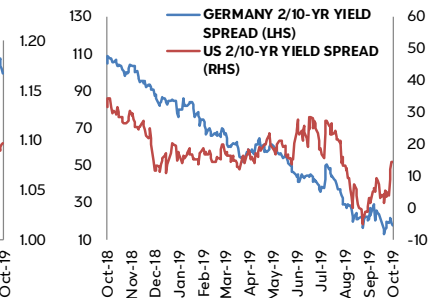
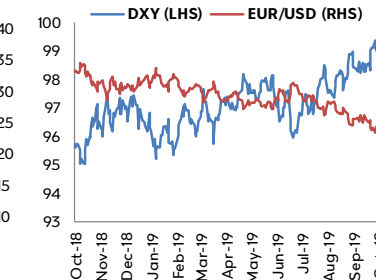
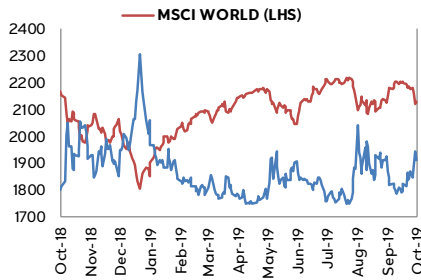
	Last	ΔD	ΔYTD
S&P 500	2910.63	0.80%	16.1%
Nikkei 225	21410.20	0.3%	7.0%
STOXX 600	377.46	0.0%	11.8%

### FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.0966	0.0%	-4.4%
GBP/USD	1.2345	0.1%	-3.3%
USD/JPY	106.79	0.1%	2.7%

### Government Bonds

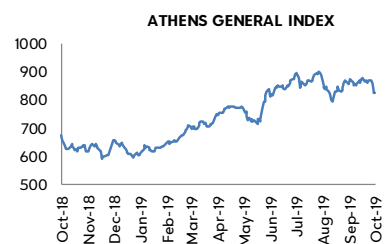
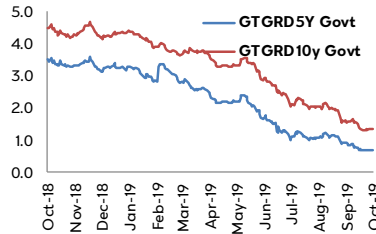
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.53	-1	-116
Bund-10yr	-0.60	-1	-84
JGB - 10yr	-0.21	-2	-22



## GREECE

### Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.68	0	-251
10Y Bond	1.33	0	-301
Δ(10YBund-10YGG)	1.93	0	-217



## EMERGING MARKETS

### Stock markets

	Last	ΔD	ΔYTD
SOFIX	565.90	-0.5%	-4.8%
BELEX	744.19	-1.1%	-229.8%
XU100	102784.30	-0.7%	1261.5%

### FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.3292	0.1%	-0.9%
EUR/RSD	117.517	0.0%	0.7%
USD/TRY	5.7034	-0.2%	-7.3%

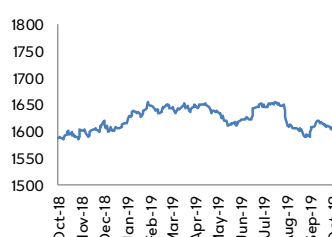
### Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.69	-5	-41
BG 8Y yield	0.15	3	-33
PL 10Y yield	1.93	0	-88

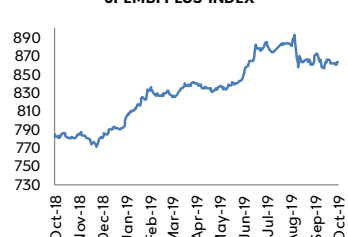
### MSCI EM EQUITY INDEX



### MSCI EM CURRENCY INDEX

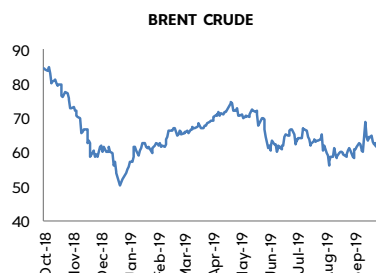
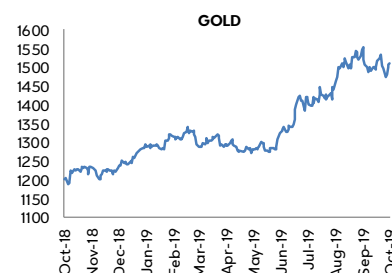


### JPEMPI PLUS INDEX

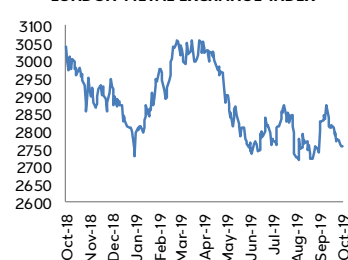


## COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1509	0.2%	17.6%
BRENT CRUDE	58	0.3%	7.6%
LME	2759	0.1%	-1.5%



### LONDON METAL EXCHANGE INDEX



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