

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

November 5, 2019

Global Markets

With trade talks remaining in the spotlight, major European bourses opened mixed and US index futures point to a firmer open on Wall Street. According to press reports, the US and China may be close to completing “Phase One” of the trade deal, probably by the end of this month at a yet-to-be-determined location after the 16-17 November APEC meeting in Chile was canceled. As part of the “Phase One” deal, the US is reportedly considering rolling back increased tariffs on \$112bn worth of Chinese imports which were imposed on 1 September, while US Commerce Secretary Wilbur Ross said that licenses for US companies to sell components to China’s Huawei Technologies Co Ltd will come “very shortly”. Amid optimism for a preliminary trade agreement in the near future, core government bonds continued to lose their allure, while in FX markets, the USD gained some ground especially against the so-called safe-haven currencies. With a light data calendar today, focus is on the US ISM non-manufacturing index.

Greece

The PMI manufacturing index (source: IHS Markit) dropped marginally to a four-month low of 53.5 units in October 2019 from 53.6 units in September 2019. The observation of October 2019 marked the 29th month in a row with values above the 50 units no-change threshold (average value of 53.6 units). The rate of growth of production and new business decelerated, while demand from foreign countries increased. Employment growth was solid and business confidence remained strong.

CESEE

Bulgaria: The blue chip index SOFIX continued its slide downwards in the past week, dropping by -1.21% to 554.64 points amid stronger than average volume of €1.6mn. External bonds remained unchanged across the board, while local government bond yields registered gains on almost all tenors, with the most notable ones being the 3 and 5 year maturities, recording a 3 bps rise. *Cyprus:* The general government recorded a €944,1mn surplus in Jan-Sep2019 compared to a €955,3mn deficit in the same period a year ago, which reflects the public support measures for the sale and orderly winding down of Cyprus Co-operative Bank (CCB) for the month of September 2018. As a percentage of GDP, the general government surplus stood at 4.3% of GDP in 9M-2019 vs. a 4.5% deficit in 9M-2018.

Contributing Authors

Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr

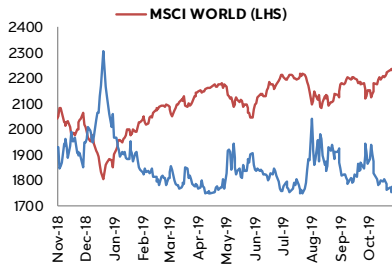
Dr. Stylianos Gogos
Economic Analyst
sgogos@eurobank.gr

Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr

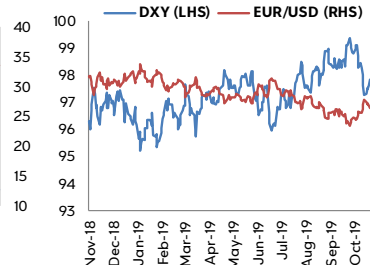
We would like to thank Ruslan Raychev from Eurobank Bulgaria for his valuable contribution in today’s issue.

GLOBAL MARKETS
Stock markets

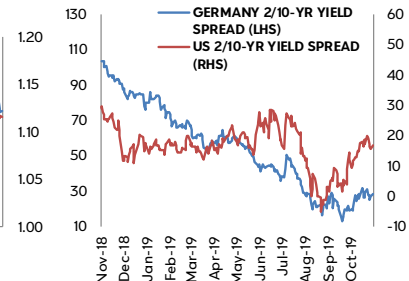
	Last	ΔD	ΔYTD
S&P 500	3078.27	0.37%	22.8%
Nikkei 225	23251.99	1.8%	16.2%
STOXX 600	402.86	-0.1%	19.3%


FOREX

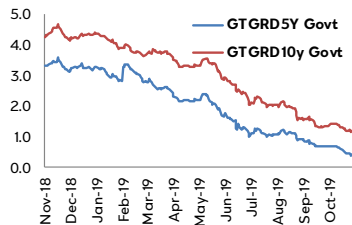
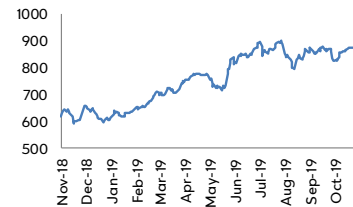
	Last	ΔD	ΔYTD
EUR/USD	1.1132	0.0%	-2.9%
GBP/USD	1.2883	0.0%	1.0%
USD/JPY	108.88	-0.3%	0.8%


Government Bonds

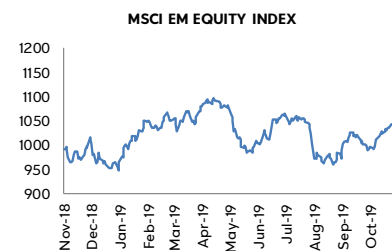
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.82	4	-86
Bund-10yr	-0.32	4	-56
JGB - 10yr	-0.12	5	-13


GREECE
Government Bonds

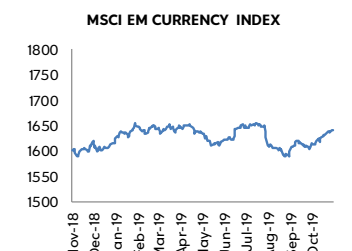
(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.40	1	-278
10Y Bond	1.19	1	-316
Δ(10YBund-10YGGB)	1.50	0	-260


ATHENS GENERAL INDEX

EMERGING MARKETS
Stock markets

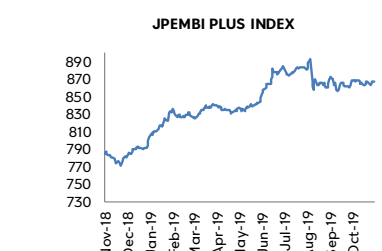
	Last	ΔD	ΔYTD
SOFIX	554.40	-0.1%	-6.7%
BELEX	753.78	0.0%	-103.8%
XU100	100134.30	0.0%	971.2%


FOREX

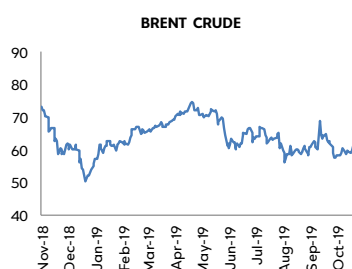
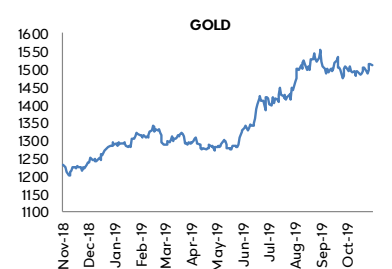
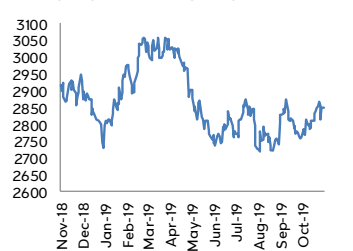
	Last	ΔD	ΔYTD
EUR/PLN	4.2647	0.0%	0.6%
EUR/RSD	117.493	-0.2%	0.7%
USD/TRY	5.7334	0.1%	-7.7%


Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.48	-5	-62
BG 8Y yield	0.17	0	-31
PL 10Y yield	2.00	3	-82


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1505	-0.3%	17.3%
BRENT CRUDE	62	0.4%	15.9%
LMEX	2860	0.4%	2.1%


LONDON METAL EXCHANGE INDEX


Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 10:48 EEST

Research Team



Dr. Tasos Anastasatos | Group Chief Economist
tanastasatos@eurobank.gr | + 30 214 40 59 706



Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr
+ 30 210 37 18 793



Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr
+ 30 214 40 59 707



Dr. Stylianos Gogos
Economic Analyst
sgogos@eurobank.gr
+ 30 210 37 18 733



Maria Kasola
Economic Analyst
mkasola@eurobank.gr
+ 30 210 33 18 708



Olga Kosma
Research Economist
okosma@eurobank.gr
+ 30 210 37 18 728



Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr
+ 30 210 37 18 991



Dr. Theodoros Stamatou
Senior Economist
tstamatou@eurobank.gr
+ 30 214 40 59 708



Elia Tsiampaou
Economic Analyst
etsiampaou@eurobank.gr
+ 30 214 40 59 712

Marisa Yiannisis | Administrator
magiannisi@eurobank.gr | + 30 210 33 71 178

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