

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

November 6, 2019

Global Markets

Core government bond yields continued to move higher in early European trade on market optimism that US/China trade talks are on track for a “Phase One” deal. According to US President Donald Trump, the said deal will cover “about 60% of total deal” while, about the timing, the US Commerce Secretary Wilbur Ross said that a date to sign the preliminary deal would be around “the same timeframe as APEC had been scheduled for” , (i.e. mid-November). Furthermore, the US non-manufacturing index for October released yesterday rose to a higher than expected 54.7 from 52.6 in September, supporting the view that the Fed is not in a hurry to lower interest rates. On the Brexit issue, a government minister said yesterday that the Conservative Party is no longer offering a say on whether an extension of the transition period would be required, raising the risk of a no-deal Brexit exit at the end of 2020 on the view that an agreement on the future relationship may not be sealed by then.

Greece

According to the General Government data published y-day, the stock of total general government arrears to the private sector, at the end of September 2019 was at €2.5 bn (€1.7 bn excluding tax arrears), registering a -3.0% monthly reduction. Tax arrears recorded a -11.9% monthly reduction. According to press reports, the Enhanced Surveillance Report for Greece (4th Review) will be discussed on the December 4th 2019 Eurogroup.

CESEE

Bulgaria's annual contribution to the EU budget is expected to rise by 47.8% in the next 2021-2027 period, according to information published by the EC as technical briefing on the EU's next long-term budget. The main reason for the strong growth of the national contribution will be related to the EC's decision to get some 20% of the national revenues of each country from the EU's scheme for CO2 emission quotas. In the case of Bulgaria, it will have to pay 13% of its revenues from this scheme to the EU budget but as the country has one of the largest share of coal plants in its energy system, it will be among the most affected by the new measure.

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GLOBAL MARKETS
Stock markets

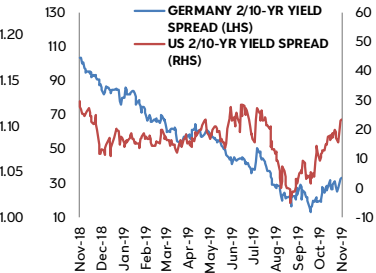
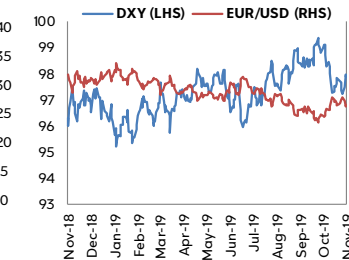
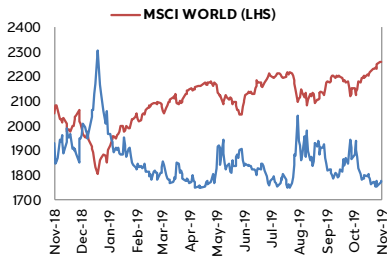
	Last	ΔD	ΔYTD
S&P 500	3074.62	-0.12%	22.6%
Nikkei 225	23303.82	0.2%	16.4%
STOXX 600	404.15	0.0%	19.7%

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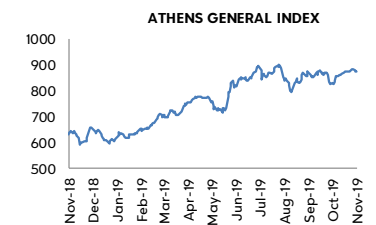
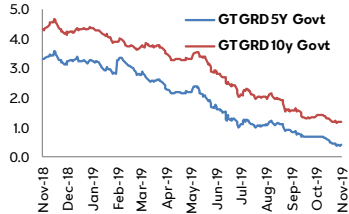
	Last	ΔD	ΔYTD
EUR/USD	1.1084	0.1%	-3.4%
GBP/USD	1.2886	0.0%	1.0%
USD/JPY	109.03	0.1%	0.6%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.86	0	-83
Bund-10yr	-0.30	1	-54
JGB - 10yr	-0.08	4	-8


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.40	0	-278
10Y Bond	1.21	2	-314
Δ(10YBund-10YGB)	1.51	0	-260


EMERGING MARKETS
Stock markets

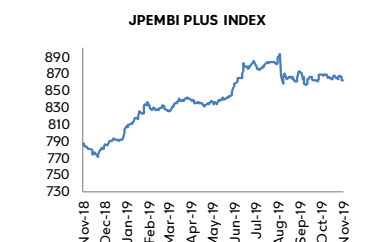
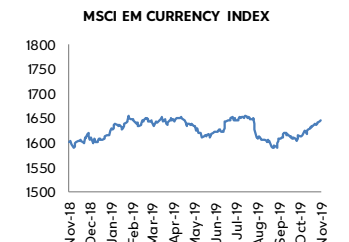
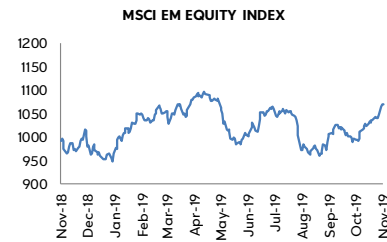
	Last	ΔD	ΔYTD
SOFIX	553.59	0.1%	-6.9%
BELEX	751.45	-0.3%	-134.4%
XUI00	100470.20	-0.1%	1008.0%

FOREX

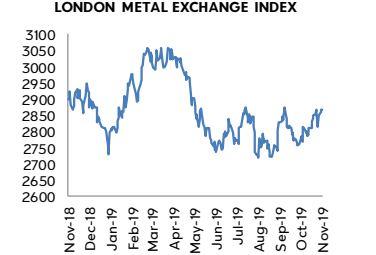
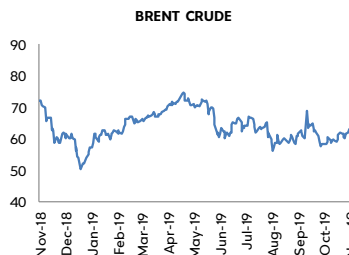
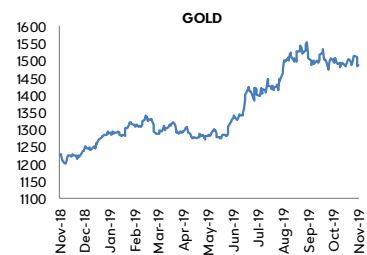
	Last	ΔD	ΔYTD
EUR/PLN	4.2671	0.0%	0.5%
EUR/RSD	117.455	-0.4%	0.7%
USD/TRY	5.7601	-0.1%	-8.2%

Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.52	-4	-59
BG 8Y yield	0.14	0	-33
PL 10Y yield	2.01	0	-81


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1486	0.1%	15.9%
BRENT CRUDE	62	-0.7%	16.2%
LMEX	2867	0.2%	2.3%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 10:37 EEST

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