

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

October 10, 2019

Global Markets

High-level US/China trade negotiations are scheduled to resume today in Washington. The latest positive gestures from both sides suggest willingness to make progress, though a breakthrough still seems some way off as differences prevail in a number of contentious issues. Brexit developments also remain on investors' radar, with recent press reports suggesting that UK/EU talks on the latest Brexit plan have come to an impasse. On market anxiety over the outcome of this week's trade talks, the USD lost some ground, allowing the EUR/USD to move above the 1.10 handle for the first time since late September. Following Wall Street's modest gains overnight, most major European bourses opened slightly higher today, while UST and Bund yields edged up in early European trade.

Greece

According to a statement released earlier today "The European Commission has found Greek plans aimed at supporting the reduction of non-performing loans of Greek banks to be free of any State aid. The Commission found that, under the asset protection scheme (known by the name of "Hercules"), the Greek State will be remunerated in line with market conditions for the risk it will assume by granting a guarantee on securitised non-performing loans". Meanwhile, the privatisation of DEPA will be conducted through two separate tenders, one concerning DEPA commercial and the other DEPA network. The relevant bill is expected to be tabled to Parliament in October.

CESEE

Bulgaria: The country improved its relative ranking in the latest Global Competitiveness Report of the World Economic Forum by two spots to the 49th place out of 141 economies. Bulgaria recorded its best performance in the relevant indicators of ICT adoption, labor market and macro-economic stability. In contrast, Bulgaria recorded its worst performance in the healthcare system, financial system and market size pillars although it improved its performance in the last two areas compared to last year. Bulgaria's improvement in the labor market pillar (by 10 places to 40th) was driven by improvements in the labor market flexibility.

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GLOBAL MARKETS
Stock markets

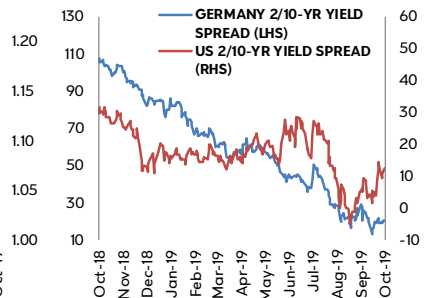
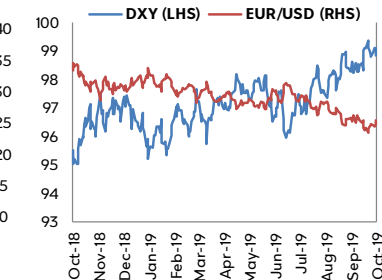
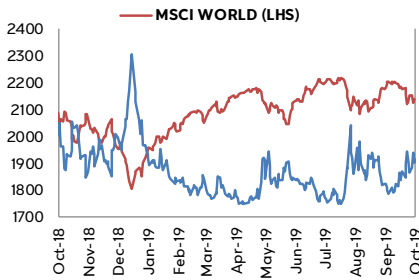
	Last	ΔD	ΔYTD
S&P 500	2919.40	0.91%	16.5%
Nikkei 225	21551.98	0.4%	7.7%
STOXX 600	380.29	0.0%	12.6%

FOREX

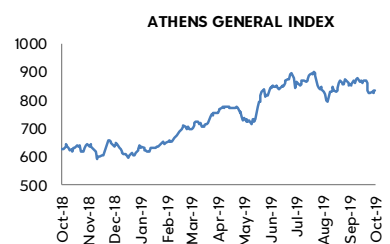
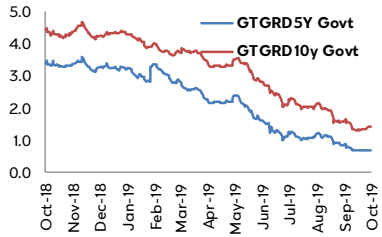
	Last	ΔD	ΔYTD
EUR/USD	1.1015	0.4%	-4.0%
GBP/USD	1.2233	0.2%	-4.1%
USD/JPY	107.37	0.1%	2.2%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.56	-2	-112
Bund-10yr	-0.55	0	-79
JGB - 10yr	-0.21	-1	-21


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.68	0	-250
10Y Bond	1.41	0	-294
Δ(10YBund-10YGG)	1.96	0	-215


EMERGING MARKETS
Stock markets

	Last	ΔD	ΔYTD
SOFIX	558.60	-0.1%	-6.0%
BELEX	747.93	-0.1%	-180.7%
XU100	99038.36	-0.6%	851.1%

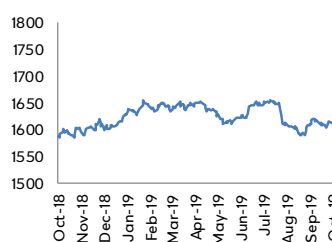
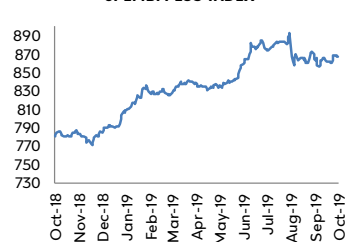
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	Last	ΔD	ΔYTD
EUR/PLN	4.3263	-0.1%	-0.9%
EUR/RSD	117.573	0.0%	0.6%
USD/TRY	5.8685	0.0%	-9.9%

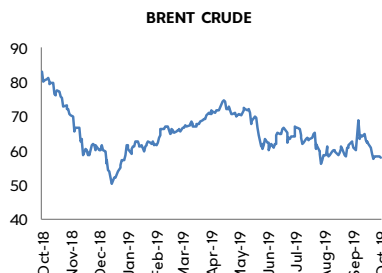
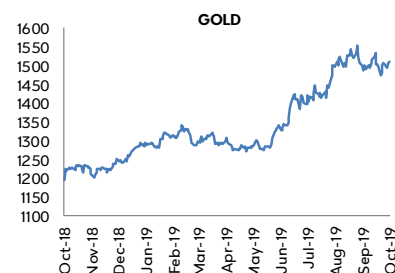
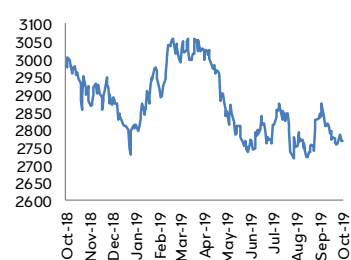
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.92	3	-19
BG 8Y yield	0.11	-1	-37
PL 10Y yield	1.90	0	-91

MSCI EM EQUITY INDEX

MSCI EM CURRENCY INDEX

JPEMBI PLUS INDEX

COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1510	0.3%	17.8%
BRENT CRUDE	58	-0.3%	8.0%
LMEX	2769	-0.1%	-1.1%


LONDON METAL EXCHANGE INDEX


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