

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

December 17, 2019

Global Markets

Fixed income markets were firmer in early European trade, recovering part of recent losses following the US/China agreement on a Phase One trade deal, supported by news that UK PM Boris Johnson intends to pass legislation to rule out the extension of the transition period scheduled to expire at the end of 2020. The threat of a no-trade deal between the UK and the EU weighed on the GBP, which retreated to levels around 1.3200 vs. the USD earlier today after hitting a near one-and-half year peak of 1.3514 following the Conservatives' victory at last week's general election. UK PMs are sworn in today and the preliminary opening is scheduled on Thursday, which means that parliament may vote on the Brexit deal as early as Friday.

Greece

According to the PPC's medium-term business plan presented yesterday, the company plans to phase out existing lignite plants by 2023 and the whole lignite production by 2028. At the same time it plans to scale up RES capacity to 17% of the total capacity mix by 2024 from 2% currently with an aim to increase its market share in RES to 10-20% by 2024 from 2.5% currently. The share of hydroelectric and gas in the capacity mix are also set to increase from 61% currently to 74% by 2024. Overall in the energy sector, it should be reminded that the 4th EPPS report welcomes the decommissioning of lignite capacity but points out that it should be complemented by anti-trust policies and the implementation of the target model.

CESEE

Bulgaria: Headline inflation spiked to 0.5% MoM/3% YoY in November up from 0.4% MoM/2.4% YoY in October, still a bit lower than 3.7% YoY in April, which was the highest reading since 2013. Food prices were the largest contributor to inflation in the past month (5.9% YoY in November compared to 4.7% YoY in October vs. only 3.5% YoY in January). The acceleration in food prices was underpinned by rising meat, and volatile fruits and vegetable prices in the past month. The negative impact from the African swine fever, which resulted in the killing of a large number of the domestic pigs' population, will most probably continue to boost meat prices in the coming months.

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GLOBAL MARKETS

Stock markets

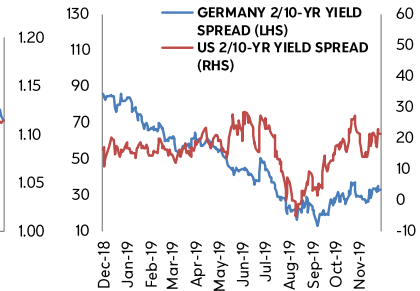
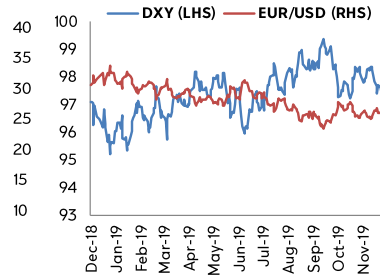
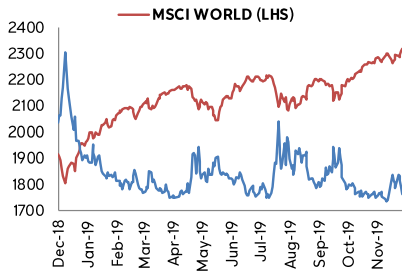
	Last	ΔD	ΔYTD
S&P 500	3191.45	0.71%	27.3%
Nikkei 225	24066.12	0.5%	20.2%
STOXX 600	415.75	-0.5%	23.1%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1132	-0.1%	-2.9%
GBP/USD	1.3179	-1.2%	3.3%
USD/JPY	109.58	0.0%	0.1%

Government Bonds

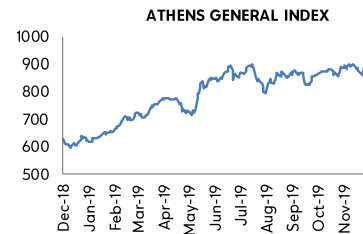
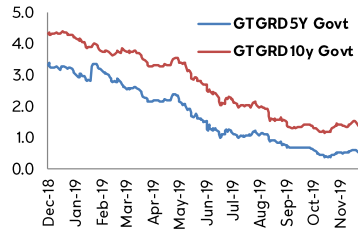
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.85	-2	-83
Bund-10yr	-0.30	-2	-54
JGB - 10yr	0.00	1	-1



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.43	-1	-275
10Y Bond	1.33	0	-302
Δ10YBund-10YGG	1.63	0	-248



EMERGING MARKETS

Stock markets

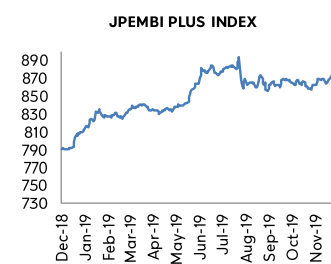
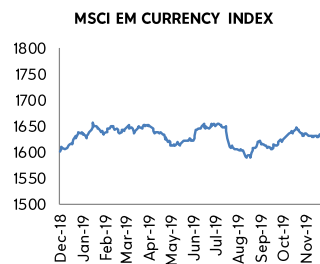
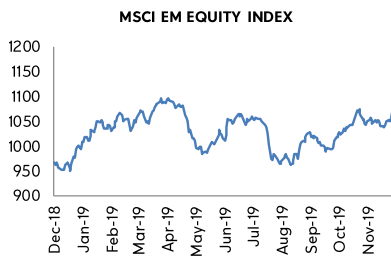
	Last	ΔD	ΔYTD
SOFIX	547.10	0.2%	-8.0%
BELEX	777.08	0.1%	202.1%
XU100	111484.00	0.3%	2214.7%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.2629	-0.1%	0.6%
EUR/RSD	117.55	0.0%	0.7%
USD/TRY	5.8652	-0.3%	-9.8%

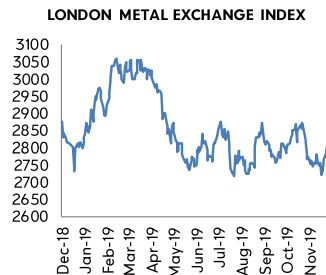
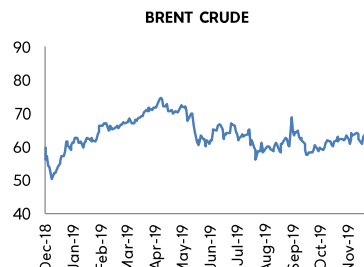
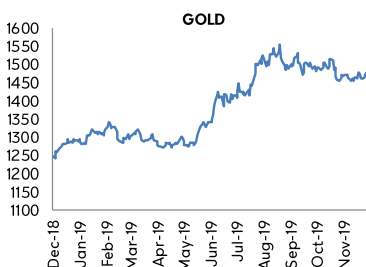
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.18	-5	-93
BG 8Y yield	0.15	2	-33
PL 10Y yield	2.01	0	-80



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1479	0.2%	15.3%
BRENT CRUDE	65	0.2%	21.7%
LMEX	2842	0.8%	1.5%



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