

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

October 21, 2019

### Global Markets

Global equity indices advanced on Monday with Chinese stocks reversing early losses following Chinese Vice Premier Liu He's overnight comments that "China and the US have made substantial progress in many aspects, and laid an important foundation for a phase one agreement." The British pound was losing ca. 0.5% against the US dollar in early European trade from a five month high of 1.2990 hit on Friday, after the parliament delayed a crucial vote on a Brexit deal, forcing UK PM Boris Johnson to ask the EU for an extension to the October 31 deadline. Today, all eyes are on the Brexit developments, with the leader of the House of Commons stating that the government will hold another vote on Monday. Still, there is a high probability that the speaker of the House won't allow it. Elsewhere, Mario Draghi's final ECB monetary policy meeting as President on Thursday is expected to lure market attention.

### Greece

According to the Ministry of Finance, the total arrears of the general government to the private sector including tax-arrears at the end of August 2019 were at €1,9 bn. General government arrears to the private sector were at €1,6 bn at the end of August 2019, while the respective outstanding tax refunds arrears (over 90 days) were at €0.3 bn. Both figures remained unchanged on a monthly basis.

### CESEE

The EUR/RRD remained bound within a 117.45 -117.70 trading range in the past week. The EUR/RSD pair picked up some pace this week as buyers finally managed to prevail over sellers, closing the week at 117.55/65, its highest level in three weeks. However, the momentum was short-lived as the National Bank of Serbia (NBS) decided to intervene on Friday and disappointed those investors who would wish to see the level of 117.96 again (recall that 117.96 was the peak seen in August upon which NBS intervened and turned the trend downward). As a consequence of constant interventions, FX reserves continued to rise in September, reaching a 19 year high. The gross reserves increased by €195mn in September, standing at €13.29bn.

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**GLOBAL MARKETS**
**Stock markets**

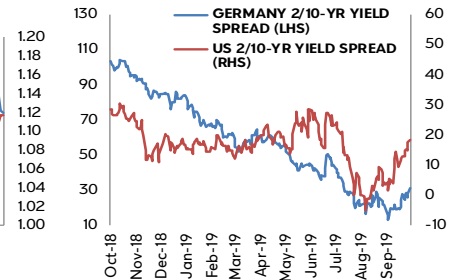
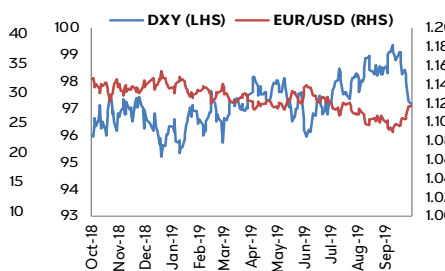
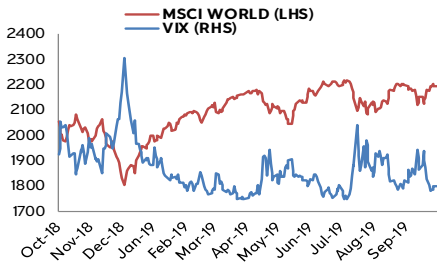
	Last	ΔD	ΔYTD
S&P 500	2986.20	-0.39%	19.1%
Nikkei 225	22548.90	0.2%	12.7%
STOXX 600	393.03	0.3%	16.4%

**FOREX**

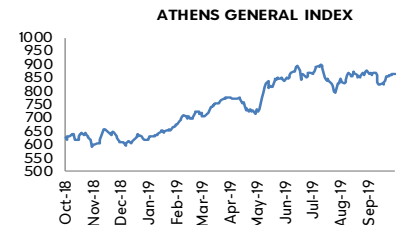
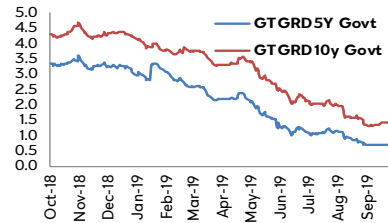
	Last	ΔD	ΔYTD
EUR/USD	1.1178	0.1%	-2.5%
GBP/USD	1.2998	0.2%	1.9%
USD/JPY	108.64	-0.2%	1.0%

**Government Bonds**

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.79	3	-90
Bund-10yr	-0.34	4	-58
JGB - 10yr	-0.13	1	-13


**GREECE**
**Government Bonds**

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.59	0	-259
10Y Bond	1.31	1	-303
Δ(10YBund-10YGGB)	1.66	0	-245


**EMERGING MARKETS**
**Stock markets**

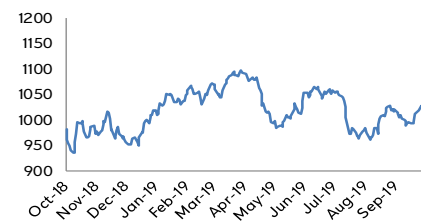
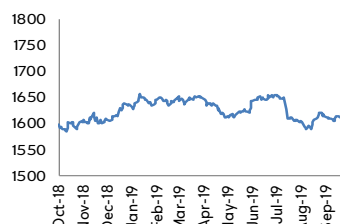
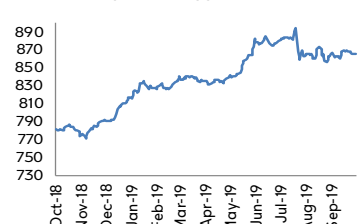
	Last	ΔD	ΔYTD
SOFIX	564.42	-0.1%	-5.1%
BELEX	748.04	-0.1%	-179.2%
XU100	97797.11	-0.6%	715.1%

**FOREX**

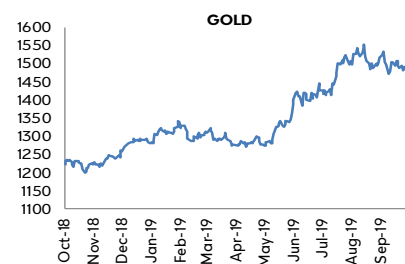
	Last	ΔD	ΔYTD
EUR/PLN	4.2784	0.1%	0.3%
EUR/RSD	117.815	0.2%	0.4%
USD/TRY	5.8318	-0.7%	-9.3%

**Government Bonds**

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.88	-1	-22
BG 8Y yield	0.13	-3	-34
PL 10Y yield	2.04	2	-77

**MSCI EM EQUITY INDEX**

**MSCI EM CURRENCY INDEX**

**JPEMPI PLUS INDEX**

**COMMODITIES**

	Last	ΔD	ΔYTD
GOLD	1489	-0.1%	16.1%
BRENT CRUDE	59	-0.1%	10.3%
LMEX	2809	0.7%	0.3%


**BRENT CRUDE**

**LONDON METAL EXCHANGE INDEX**


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