

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

August 29, 2019

Global Markets

Global sovereign bond markets remained supported in early European trade today while investors maintained a cautious stance on risk assets, amid mounting global growth recession worries due to intensifying US/China trade frictions. Rising fears over a no-deal Brexit scenario following UK PM Boris Johnson's decision to prorogue parliament from 10 September until the Queen's Speech on 14 October, just two weeks ahead of the Brexit deadline, had also had an impact. On a positive tone, the latest political developments in Italy have fueled hopes for a coalition government between the PD and the M5S, pushing the 10-yr BTP yield below 1.0% for the first time ever. In FX markets, the GBP remained under pressure while the EUR/USD continued to move on a range bound track. Today's calendar is mainly focused on German labor and inflation numbers and the US GDP second estimate for Q2 2019.

Greece

Greek PM Kyriakos Mitsotakis will meet the German Chancellor Angela Merkel and Minister of Finance Olaf Scholz in Berlin today to discuss the new government's reform programme and investments. According to press, large-scale development projects particularly in the areas of energy and the environment will also be on the agenda. According to the Bank of Greece, in Jul2019, the annual growth rate of credit to the private sector was -0.1% against -0.2% in June. The monthly net flow of credit to the private sector was negative at €721 million, compared with a positive net flow of €936 million in the previous month. Deposits placed by the private sector increased by €1,604 mn, compared with an increase of €1,766 mn in the previous month, while the annual growth rate stood at 6.5% from 6.0% in the previous month.

CESEE

Croatia: According to official statistical data released yesterday, GDP growth slowed to 2.4% YoY in Q2 from 3.9%YoY in the previous quarter. The slowdown came on the back of subdued household consumption, investments and exports growth. The economy is expected to expand by 2.6% this year and focus will be placed on the detailed GDP data for Q2, which are due tomorrow, so as for the Ministry of Finance and the Central Bank to assess the need for changing this year's forecast.

Contributing Authors

Paraskevi Petropoulou
Senior Economist
ppetropoulou@eurobank.gr

Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr

Maria Kasola
Economic Analyst
mkasola@eurobank.gr

GLOBAL MARKETS

Stock markets				FOREX			Government Bonds			Commodities					
	Last	ΔD	ΔYTD		Last	ΔD	ΔYTD	(yields)	Last	ΔDbps	ΔYTD bps	Last	ΔD	ΔYTD	
S&P 500	2870.83	0.1%	14.5%	EUR/USD	1.1078	-0.1%	-3.4%	UST - 10yr	1.47	0	-122	GOLD	1536	-0.4%	19.8%
Nikkei 225	20479.42	0.1%	2.3%	GBP/USD	1.2208	-0.7%	-4.3%	Bund-10yr	-0.72	-3	-96	BRENT CRUDE	61	2.1%	12.9%
STOXX 600	371.50	-0.6%	10.0%	USD/JPY	105.89	-0.1%	3.6%	JGB - 10yr	-0.28	-1	-28	LMEX	2737	0.5%	-2.3%

SERBIA
Money Market

BELIBOR	Last	ΔDbps	ΔYTD bps
T/N	1.44	-1	-100
1-week	1.53	-1	-103
1-month	1.77	-1	-96
3-month	2.01	-1	-102
6-month	2.13	-1	-105

RS Local Bonds

	Last	ΔDbps	ΔYTD bps
3Y RSD	2.28	-1	-78
5Y RSD	2.45	0	-105
7Y RSD	3.00	0	-116

RS Eurobonds

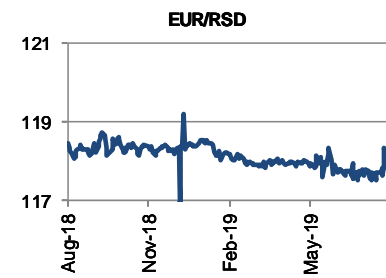
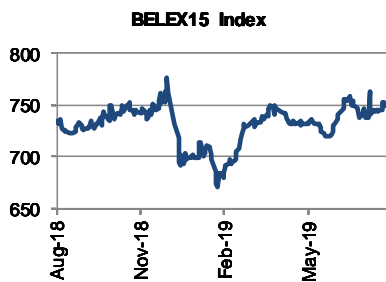
	Last	ΔDbps	ΔYTD bps
USD Feb-20	2.59	-1	-141

STOCKS

	Last	ΔD	ΔYTD
BELEX15	748.2	-0.19%	-1.77%

FOREX

	Last	ΔD	ΔYTD
EUR/RSD	117.81	0.03%	0.36%


ROMANIA
Money Market

ROBOR	Last	ΔDbps	ΔYTD bps
O/N	2.87	-5	178
1-month	2.82	0	95
3-month	3.06	-1	101
6-month	3.15	-1	88
12-month	3.26	0	94

RO Local Bonds

	Last	ΔDbps	ΔYTD bps
3Y RON	3.46	0	-58
5Y RON	3.76	0	-58
10Y RON	4.10	0	-71

RO Eurobonds

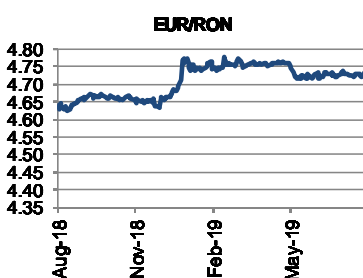
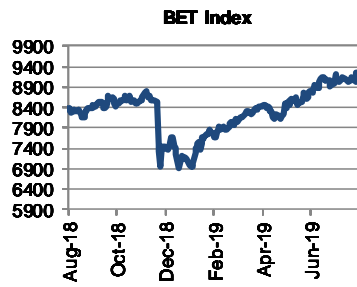
	Last	ΔDbps	ΔYTD bps
EUR Oct-25	0.62	-	-92
USD Jan-24	2.52	-4	-172

STOCKS

	Last	ΔD	ΔYTD
BET	9243.2	-0.17%	25.18%

FOREX

	Last	ΔD	ΔYTD
EUR/RON	4.7304	0.06%	-1.61%


BULGARIA
Money Market

SOFIBOR	Last	ΔDbps	ΔYTD bps
LEONIA	0.01	0	1
1-month	-0.22	8	3
3-month	-0.14	9	4
6-month	-0.02	10	3
12-month	0.36	14	4

BG Local Bonds

(yields)	Last	ΔDbps	ΔYTD bps
3Y BGN	-0.30	-6	-25
5Y BGN	-0.14	-6	-25
10Y BGN	0.21	0	-54

BG Eurobonds

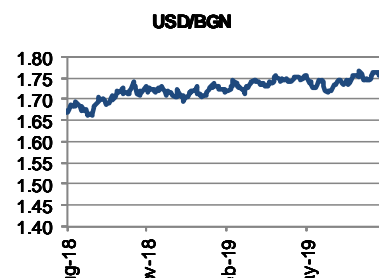
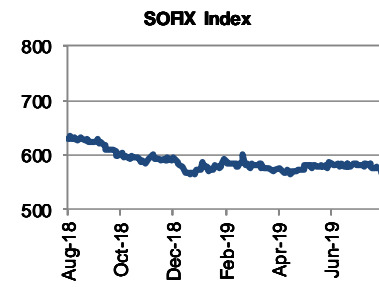
	Last	ΔDbps	ΔYTD bps
EUR Mar-22	-0.30	0	-26
EUR Sep-24	-0.09	7	-57

STOCKS

	Last	ΔD	ΔYTD
SOFIX	566.5	-1.12%	-4.71%

FOREX

	Last	ΔD	ΔYTD
USD/BGN	1.7657	-0.11%	-3.41%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research

Data updated as of 17:40 EEST of the previous session

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 Stamatiou
Senior Economist
tstamatiou@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

More research available at: <https://www.eurobank.gr/en/group/economic-research>
Subscribe electronically at: <https://www.eurobank.gr/el/omilos/oikonomikes-analiseis..>
Follow us on twitter: https://twitter.com/Eurobank_Group
Follow us on LinkedIn: <https://www.linkedin.com/company/eurobank>

DISCLAIMER

This report has been issued by Eurobank Ergasias S.A. ("Eurobank") and may not be reproduced in any manner or provided to any other person. Each person that receives a copy by acceptance thereof represents and agrees that it will not distribute or provide it to any other person. This report is not an offer to buy or sell or a solicitation of an offer to buy or sell the securities mentioned herein. Eurobank and others associated with it may have positions in, and may effect transactions in securities of companies mentioned herein and may also perform or seek to perform investment banking services for those companies. The investments discussed in this report may be unsuitable for investors, depending on the specific investment objectives and financial position. The information contained herein is for informative purposes only and has been obtained from sources believed to be reliable but it has not been verified by Eurobank. The opinions expressed herein may not necessarily coincide with those of any member of Eurobank. No representation or warranty (express or implied) is made as to the accuracy, completeness, correctness, timeliness or fairness of the information or opinions herein, all of which are subject to change without notice. No responsibility or liability whatsoever or howsoever arising is accepted in relation to the contents hereof by Eurobank or any of its directors, officers or employees. Any articles, studies, comments etc. reflect solely the views of their author. Any unsigned notes are deemed to have been produced by the editorial team. Any articles, studies, comments etc. that are signed by members of the editorial team express the personal views of their author.

