

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

November 29, 2019

Global Markets

Investors retained a cautious stance on risk assets earlier today amid market concerns that the US law backing Hong Kong protestors could complicate the process towards a US/China preliminary trade deal. In fixed income markets, US Treasuries reversed earlier losses to stand little changed compared to Wednesday's settlement as they were closed yesterday for the Thanksgiving holiday. German Bunds were also nearly unchanged on the day ahead of the release of the estimate of the Eurozone inflation for November, which is expected to show an increase in both headline and core inflation. In FX markets, the USD retained a firm tone in early European trade, favored by recent positive US data which have supported the view that the Fed will stay put on interest rates in the coming months.

Greece

According to the latest Bank of Greece data, in October 2019 the annual growth rate of credit extended to the domestic economy stood at -0.8% from -0.9% in September 2019 while the monthly net flow was positive at €474mn against a positive net flow of €182mn in the previous month. In particular, the monthly net flow of credit to the general government was positive at €905mn but to the private sector it was negative at €431mn. Meanwhile, deposits placed by the private sector at domestic credit institutions (excl. BoG) increased by €643mn against a decrease of €622mn in the previous month, which is attributed to an increase in corporate deposits by €186mn and in deposits placed by households and private non-profit institutions by €457mn.

CESEE

Serbia: The parliament adopted yesterday the 2020 budget that foresees a deficit of RSD 20.2bn or 0.3% of projected GDP. Budget revenues and expenses for the next year are expected to increase by 1.7% and 1.4% respectively compared to the revised 2019 budget targets. The budget for 2020 foresees increased spending on infrastructure projects, increases in public sector wages and pensions and further tax cuts.

Romania: On the flipside, the new government ruled by the National Liberal Party (PLN) approved the second budget revision for this year with a significantly wider deficit target than that projected at the beginning of 2019 by the former Social Democratic party (PSD) cabinet. The general government budget deficit is set to reach 4.3% of GDP in 2019, above the 2.76% of GDP previous target.

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

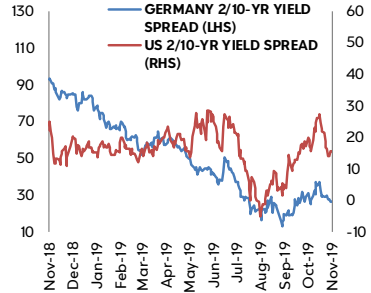
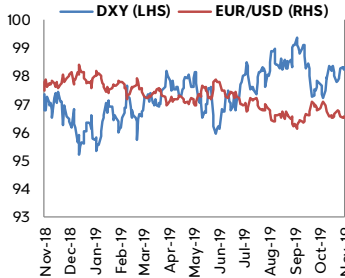
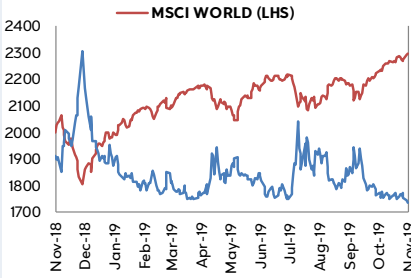
	Last	ΔD	ΔYTD
S&P 500	3153.63	0.42%	25.8%
Nikkei 225	23293.91	-0.5%	16.4%
STOXX 600	407.74	-0.4%	20.8%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.101	0.0%	-4.0%
GBP/USD	1.2911	0.0%	1.2%
USD/JPY	109.49	0.0%	0.2%

Government Bonds

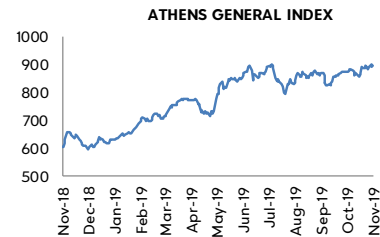
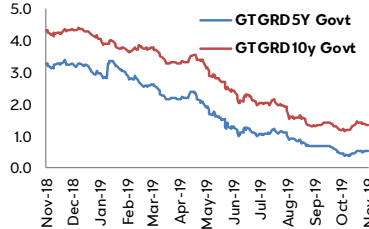
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	1.77	0	-92
Bund-10yr	-0.36	0	-60
JGB - 10yr	-0.07	1	-8



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.56	0	-262
10Y Bond	1.41	0	-294
Δ(10YBund-10YGGB)	1.77	0	-233



EMERGING MARKETS

Stock markets

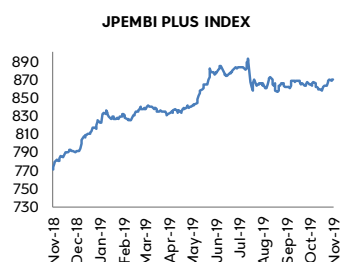
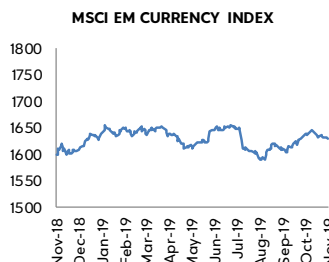
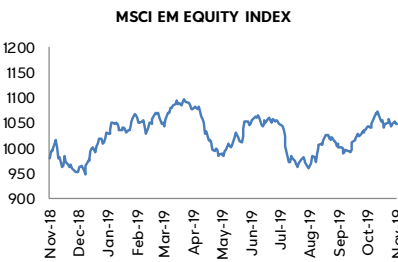
	Last	ΔD	ΔYTD
SOFIX	543.36	0.0%	-8.6%
BELEX	771.55	0.6%	129.4%
XU100	107315.40	0.2%	1758.0%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.3223	-0.1%	-0.8%
EUR/RSD	117.593	0.0%	0.6%
USD/TRY	5.7538	0.1%	-8.1%

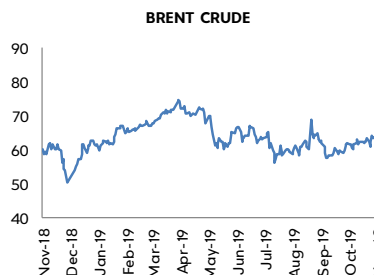
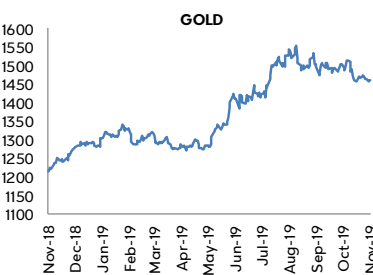
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.40	-2	-71
BG 8Y yield	0.13	0	-35
PL 10Y yield	1.98	0	-83

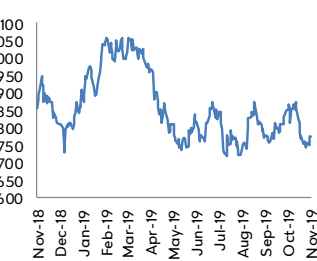


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1458	0.1%	13.7%
BRENT CRUDE	64	-0.1%	18.6%
LMEX	2755	-0.9%	-1.6%



LONDON METAL EXCHANGE INDEX



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-analisesis...>
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.

