

# GLOBAL & REGIONAL DAILY

## HIGHLIGHTS

June 2, 2020

### Global Markets

Global equities retained a positive tone in today's early trade on market optimism that the trough of global economic activity has probably passed, as more and more countries gradually lift lockdown measures. However, gains were limited on the back of continuing violent protests in major US cities and renewed concerns about US/China trade relations, after press reports conveyed that China's government ordered major state-run firms to temporarily suspend purchases of some US farm goods in response to the US's decision to eliminate special treatment for Hong Kong. Dented by the generally positive risk sentiment, the USD extended recent losses, with the DXY marking a fresh 2½ month low of 97.743 earlier today and the EUR/USD continuing to stand above 1.11 ahead of Thursday's ECB monetary policy meeting.

### Greece

In May 2020, the seasonally adjusted IHS Markit Greece Manufacturing PMI stood at 41.1, up from 29.5 in April but still significantly below the 50 points threshold that distinguishes expansion of production from contraction. The further output contraction is attributed to weak domestic and foreign demand due to COVID-19. In other news, the ban due to COVID-19 on year-round operation hotels was lifted yesterday. However, many hoteliers prefer to keep their businesses closed at least until 15 June, when international flights from 29 countries resume, or even until 1 July when all international flights resume, except those from countries with particularly adverse epidemiological characteristics. Domestically, the spread of COVID-19 remains under control with only two new confirmed cases yesterday.

### CESEE

Cyprus: According to the preliminary fiscal results released by CYSTAT, the general government recorded a €73,9mn deficit in Jan-April 2020 compared to a €344,2mn surplus in Jan-April 2019. As a percentage of GDP, the general government deficit stood at -0.4% in 4M-2020 vs. a 0.9% surplus in 4M-2019. The aforementioned deterioration in budget performance reflects the adverse consequences of the Covid19 outbreak and the lockdown measures imposed to contain the spread of the disease. Total revenue declined by 5.9% YoY or €157.5 mn to €2,533.8 mn in Jan-April 2020. In April, total revenue fell by 35.1% YoY or €244.1 mn to €451.2 mn. On the other hand, total expenditure expanded by 4.7% YoY or €117.1 mn to €2,606.5 mn in Jan-April 2020. In April, total expenditure spiked by 22.8% YoY or €127.9mn reaching €688.1 mn.

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## GLOBAL MARKETS

### Stock markets

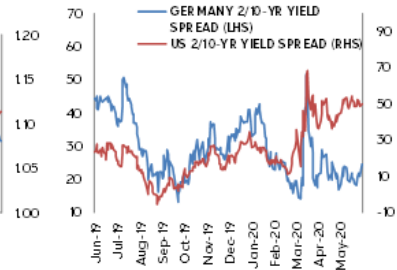
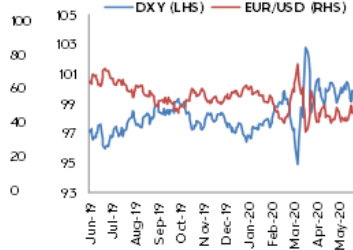
	Last	AD	AYTD
S&P 500	3053.73	0.38%	-5.4%
Nikkei 225	22525.61	1.2%	-5.6%
STOXX 600	357.76	1.0%	-14.0%

### FOREX

	Last	AD	AYTD
EUR/USD	1.129	-0.1%	-0.8%
GBP/USD	1.2532	0.3%	-5.5%
USD/JPY	107.75	-0.1%	0.8%

### Government Bonds

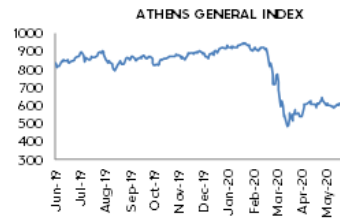
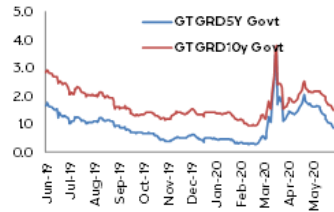
(yields)	Last	ADbps	AYTD bps
UST - 10yr	0.65	0	-16
Bund-10yr	-0.42	-2	-24
JGB - 10yr	0.01	0	2



## GREECE

### Government Bonds

(yields)	Last	ADbps	AYTDbps
5Y Bond	0.86	0	37
10Y Bond	1.49	0	6
Δ10Y/Bund-10Y (GB)	1.91	0	30



## EMERGING MARKETS

### Stock markets

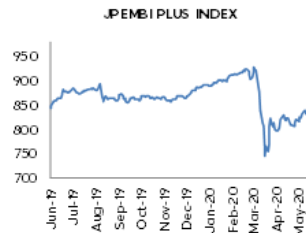
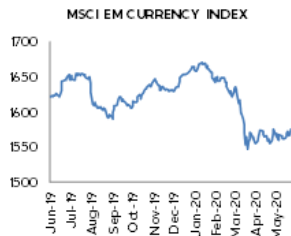
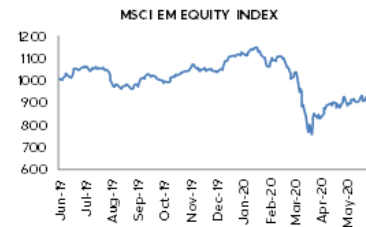
	Last	AD	AYTD
SOFIX	461.06	0.0%	-18.8%
BELEX	672.05	-0.2%	-1617.1%
XU 100	108100.50	0.8%	-552.7%

### FOREX

	Last	AD	AYTD
EUR/PLN	4.4073	-0.1%	-3.5%
EUR/RSD	117.637	0.0%	0.1%
USD/TRY	6.8106	0.0%	-12.6%

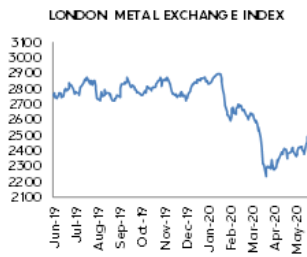
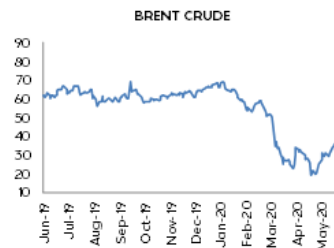
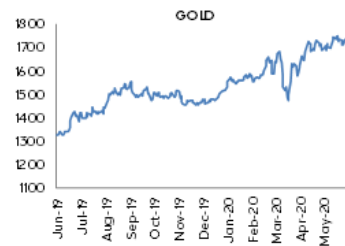
### Government Bonds

	Last	ADbps	AYTD bps
TR 10Y yield	7.08	-8	95
BG 8Y yield	Invalid Security		
IL 10Y yield	1.23		



## COMMODITIES

	Last	AD	AYTD
GOLD	1737	-0.1%	14.5%
BRENT CRUDE	39	0.9%	-41.4%
LMEX	2503	1.3%	-12.0%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research  
Data updated as of 10:00 EEST

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