

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

June 4, 2020

Global Markets

European equity markets opened lower on market anxiety ahead of the ECB's monetary policy meeting later today, where the GC is expected to increase the size of its Pandemic Emergency Purchase Programme (PEPP). On the flip side, the majority of Asian bourses firmed in today's session on signs of recovery in the global economy as governments continue to gradually lift lockdowns. US data released y-day revealed that the May's non-manufacturing ISM headline rose by 3.6pts from April's 11-year lows to 45.4, while ADP private payrolls fell by a lower-than-expected 2.76mn in May following a record high drop of 19.56mn in April. Elsewhere, the EUR/USD continued to consolidate slightly above 1.12 supported by news that the German coalition government agreed on a second stimulus package worth €130bn, or 3.8% of GDP.

Greece

Today's EWG is expected to give the green light for the next disbursement of SMP/ANFA income equivalent amounts and the reduction to zero of the step-up interest margin on certain EFSF loans, estimated in total at €748m. However, the decision for the change of the use of this amount towards boosting investments is pushed back to September. Meanwhile, the BoG published a regulatory framework for digital customer onboarding. The new Act – all the more important under the pandemic circumstances - encourages the development of flexible and technologically innovative service delivery models in the financial sector, introduces a regulatory framework that is in line with those in most EU Member States, and ensures a level playing field for domestic institutions. Finally, Q1 Greek GDP to be released today.

CESEE

Bulgaria: According to local media press, the country is entitled to a significant increase in the allocated EU funds in the new EU programme period 2021-2027. The EC has proposed a EUR16.7bn package to fund the operating programmes and agriculture policy, as well as an additional EUR12.3bn under the new EC's recovery fund from the Covid19 crisis. The funds from the EC's Next Generation EU will be split to EUR9.2bn for grants and EUR3.1bn for loans. Deputy Prime Minister, Tomislav Donchev has clarified that the designated EU funds for Bulgaria in the 2021-2027 period have increased by EUR 1.3bn, compared to the previous 2014-2020 programme period, on the back of higher payments under the EU's cohesion fund, the fund for regional development, as well as the EU's social policy fund.

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

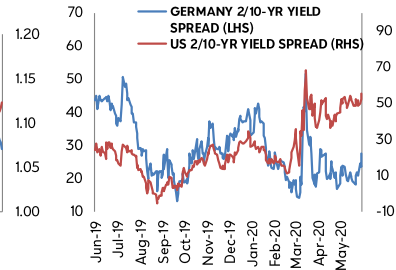
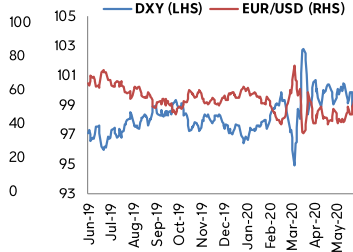
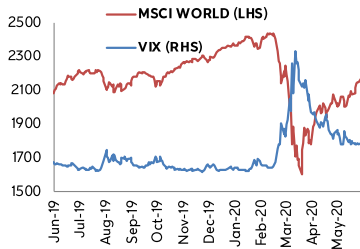
	Last	ΔD	ΔYTD
S&P 500	3122.87	1.36%	-3.3%
Nikkei 225	22695.74	0.4%	-4.1%
STOXX 600	368.92	2.5%	-11.3%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1213	-0.2%	0.0%
GBP/USD	1.2532	-0.3%	-5.5%
USD/JPY	109.04	-0.1%	-0.4%

Government Bonds

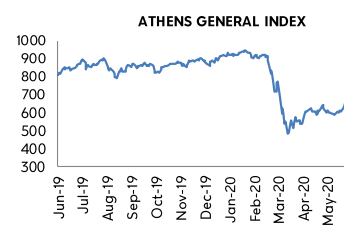
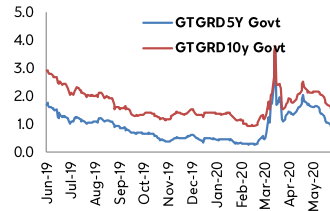
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.75	1	-116
Bund-10yr	-0.34	1	-16
JGB - 10yr	0.04	2	5



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.85	-1	36
10Y Bond	1.49	0	6
Δ(10YBund-10YGGB)	1.84	0	22



EMERGING MARKETS

Stock markets

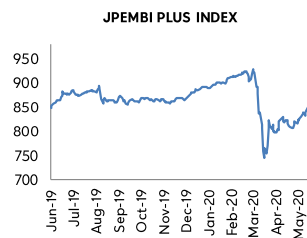
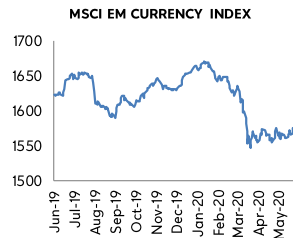
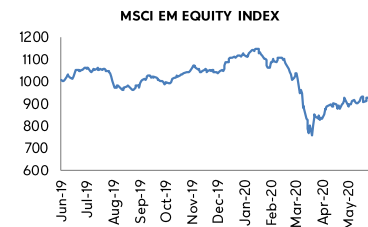
	Last	ΔD	ΔYTD
SOFIX	458.87	-0.5%	-19.2%
BELEX	678.37	0.7%	-1538.3%
XU100	109111.30	0.9%	-464.4%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4312	-0.5%	-4.0%
EUR/RSD	117.623	0.1%	0.1%
USD/TRY	6.7604	-0.3%	-12.0%

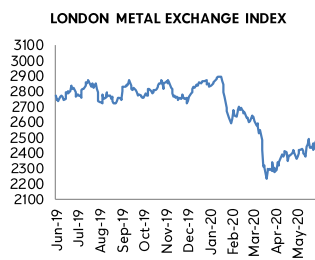
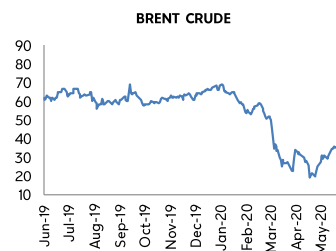
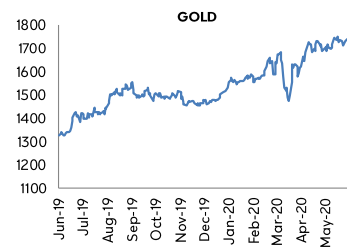
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.52	-6	39
BG 8Y yield	Invalid Security		
PL 10Y yield	1.35		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1701	0.1%	12.1%
BRENT CRUDE	39	-1.2%	-40.4%
LMEX	2532	0.2%	-11.0%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 09:50 EEST

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 Stamatou
Senior Economist
tstamatou@eurobank.gr
+ 30 214 40 59 708



Elia Tsiampaou
Economic Analyst
etsiampaou@eurobank.gr
+ 30 214 40 59 712

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