

# onGLOBAL & REGIONAL DAILY

## HIGHLIGHTS

August 6, 2020

### Global Markets

The ADP employment report disappointed, showing that private employment increased by a lower-than-expected 167,000 in July. Separately, the US non-manufacturing ISM rose from 57.1 in June to a 1-½ year high of 58.1 in July. However, the breakdown of the report was not quite as rosy as the headline, showing strong gains in data related to activity and new orders but also a drop in employment, in line with the recent rise in initial jobless claims. Meanwhile, the USD remained under pressure, with the EUR/USD marking a fresh year-to-date high of 1.1915 earlier today, as investors wait Congress to agree on a new stimulus package by Friday, ahead of a scheduled summer recess next week. The BoE is expected to remain on hold at today's policy meeting, with the focus being on its updated macroeconomic projections.

### Greece

According to General Government data published y-day, the stock of the general government arrears to the private sector, including tax arrears, at the end of June 2020 was at €2.1 bn (€1.9 bn excluding tax arrears) registering a monthly increase of 1.4%. All categories of arrears decreased on a monthly basis with the exception of hospitals and social security funds' arrears that registered a monthly increase of 14.2% and 1.4% respectively. Compared to their most recent peak in August 2017 (€6.0 bn) general government arrears, including tax arrears, registered a decrease of -64.7%. According to the 6<sup>th</sup> Enhanced Surveillance review, the government intends to clear almost all arrears by the end of 2020.

### CESEE

**SERBIA:** The Ministry of Finance raised RSD3bn in a 2-year bond auction on Tuesday. The borrowing amount stood below the initial target at RSD 5bn, pointing to lukewarm appetite on behalf of investors. Two more auctions are scheduled for RSD-denominated bonds in August with 12-year and 5-year tenors and issuance target at RSD5bn for each duration. There will be no EUR-denominated bonds tender in August, but a 5-year bond offer will be held in September, with the borrowing target set at EUR45.6mn. Separately, public debt grew by EUR36.5mn in June, reaching EUR26.8bn (57.3% of 2019 GDP) at the end of the month. Most of the increase came on the back of domestic debt, which rose by EUR147.2mn, on the contrary with external and indirect debt which both reduced by EUR84.6mn and EUR26.1mn respectively.

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## GLOBAL MARKETS

### Stock markets

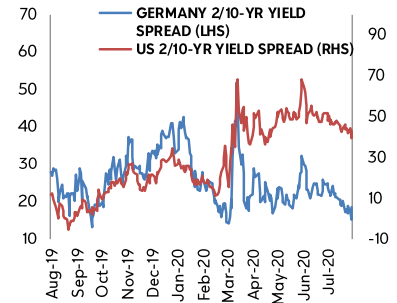
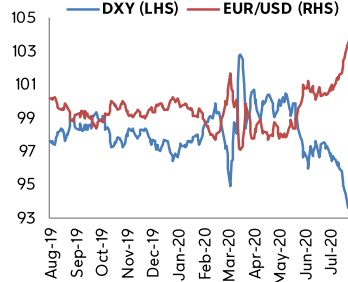
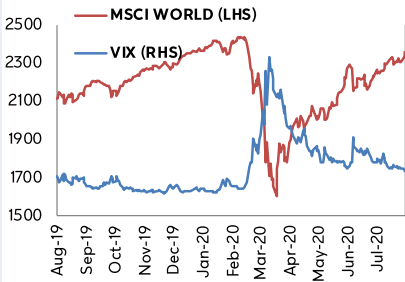
	Last	ΔD	ΔYTD
S&P 500	3327.77	0.64%	3.0%
Nikkei 225	22418.15	-0.4%	-5.2%
STOXX 600	365.16	0.5%	-12.2%

### FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1874	0.1%	5.9%
GBP/USD	1.3158	0.3%	-0.7%
USD/JPY	105.53	0.1%	2.9%

### Government Bonds

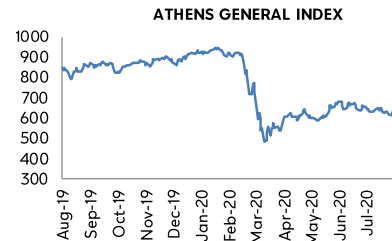
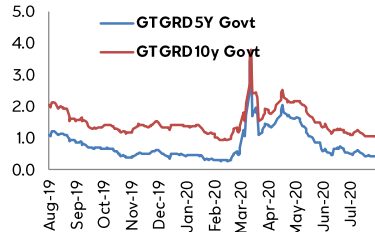
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.54	0	-137
Bund-10yr	-0.50	0	-32
JGB - 10yr	0.02	1	3



## GREECE

### Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
5Y Bond	0.40	-1	-9
10Y Bond	1.04	0	-39
Δ(10YBund-10YGG)	1.54	0	-8



## EMERGING MARKETS

### Stock markets

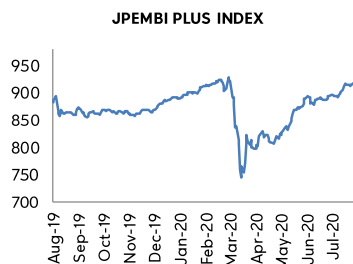
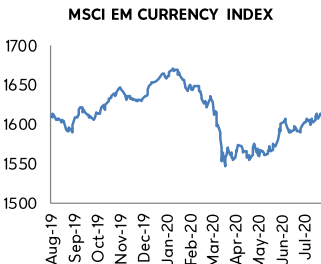
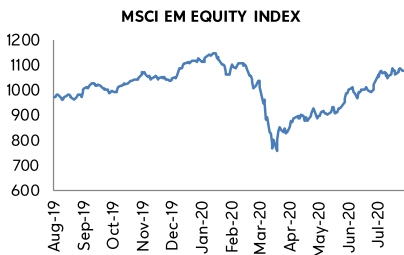
	Last	ΔD	ΔYTD
SOFIX	434.56	-0.5%	-23.5%
BELEX	666.75	0.3%	-1683.2%
XUI00	1091.80	0.4%	-458.4%

### FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4042	0.0%	-3.4%
EUR/RSD	117.582	0.0%	0.1%
USD/TRY	7.0902	-0.6%	-16.1%

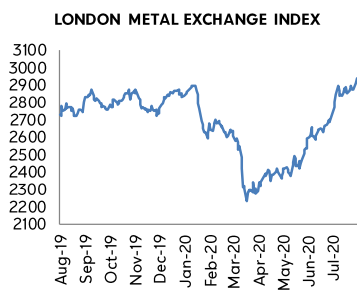
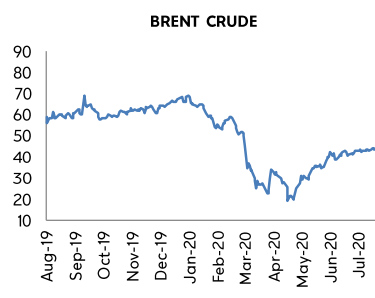
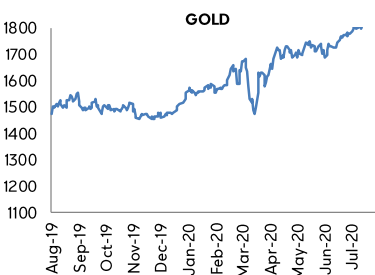
### Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	7.35	-6	122
BG BY yield	Invalid Security		
PL 10Y yield	1.29		



## COMMODITIES

	Last	ΔD	ΔYTD
GOLD	2049	0.5%	35.0%
BRENT CRUDE	45	0.5%	-31.2%
LMEX	2934	0.9%	3.2%



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