

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

June 10, 2020

Global Markets

Adding to the recent string of poor April data from Germany that reflect the negative impact of the lockdown measures imposed to contain the spread of the COVID-19 outbreak, exports dropped by 23.6%MoM and imports fell by 14.9%MoM, pushing the trade balance from a large surplus to deficit for the first time in 40 years. Meanwhile, euro area Q1 GDP was revised slightly higher contracting by 3.6%QoQ/3.1%YoY vs. initial estimates for a fall of 3.8%QoQ/3.2%YoY, with domestic final demand and net trade subtracting 13.4ppts and 1.6ppt, respectively, while inventory changes added 1.4ppt. In its latest Global Economic Prospects report released earlier this week, the World Bank projects global GDP to contract by 5.2% in 2020, with advanced and emerging market economies shrinking by 7.0% and 2.5%, respectively.

Greece

The Hellenic Republic, issued yesterday a €3bn 10-year GGB due 18th June 2030, priced at 1.568%. Demand was strong with the offering attracting an orderbook of €17bn at peak. The issue is the third market exercise for Greece in 2020 with international capital markets borrowing reaching €7.5bn year-to-date. Meanwhile, according to ELSTAT, in Q1-2020 the overall turnover index in accommodation and food service activities decreased by 6.5%YoY (vs -22.5%YoY in Q1-2019), while the turnover index of the accommodation subsector fell by 22.1%YoY (vs -45.4%YoY in Q1-2019). As regards transport indices, in Q1-2020 the turnover index in water transport decreased by 2.1%YoY (vs +22.0%YoY in Q1-2019), while the turnover index in air transport increased by 10.3% (vs -0.1%YoY in Q1-2019).

CESEE

Serbia: According to its latest Global Economic Prospects report, released on Monday, the World Bank (WB) kept its 2020 GDP growth forecast for Serbia unchanged at -2.5%, as in its regular edition for the Western Balkans published in late April. The WB forecasts that the economy will rebound by +4% in 2021 but remains more cautious for the current year, compared to national authorities, such as the National Bank of Serbia that expects a milder contraction, namely -1.5% in 2020, followed by a +4.0% GDP growth rate in 2021. *Bulgaria:* In the same report, the outlook for Bulgaria is gloomier, as the WB anticipates a -6.2% contraction in 2020 and a +4.3% rebound in 2021.

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

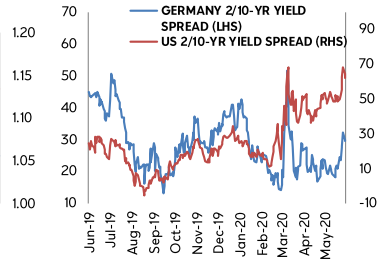
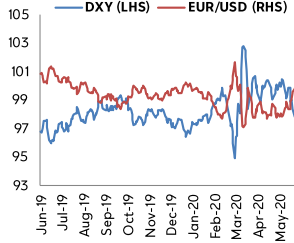
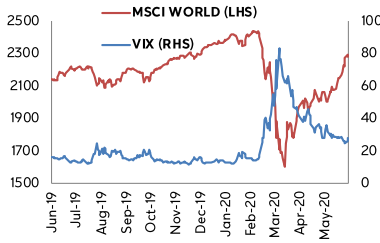
	Last	ΔD	ΔYTD
S&P 500	3207.18	-0.78%	-0.7%
Nikkei 225	23124.95	0.1%	-2.2%
STOXX 600	372.92	0.9%	-10.3%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1356	0.1%	1.3%
GBP/USD	1.277	0.3%	-3.7%
USD/JPY	107.33	0.4%	1.2%

Government Bonds

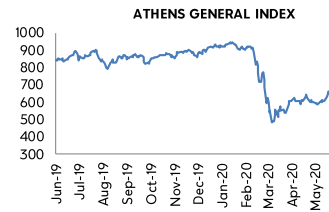
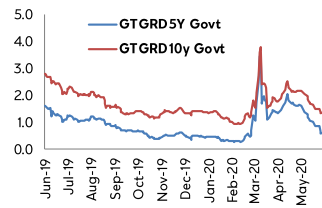
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.80	-2	-111
Bund-10yr	-0.32	-1	-14
JGB - 10yr	0.03	1	4



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.63	-2	14
10Y Bond	1.42	-2	-1
Δ10YBund-10YGGB	1.74	0	15



EMERGING MARKETS

Stock markets

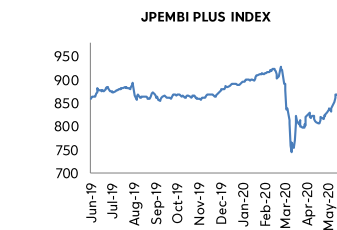
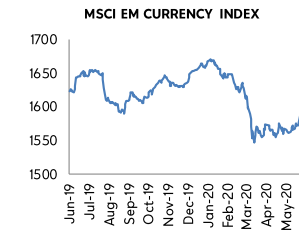
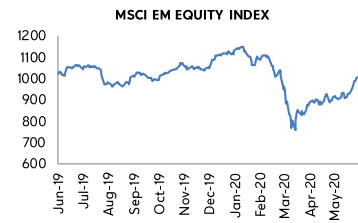
	Last	ΔD	ΔYTD
SOFIX	465.54	0.0%	-18.1%
BELEX	680.81	0.8%	-1507.8%
XU100	110025.30	0.7%	-384.5%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4487	0.0%	-4.4%
EUR/RSD	117.727	0.0%	0.0%
USD/TRY	6.7886	0.1%	-12.3%

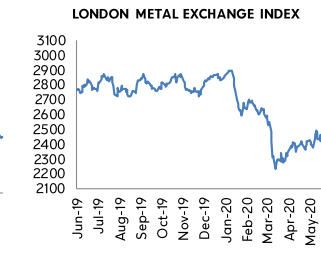
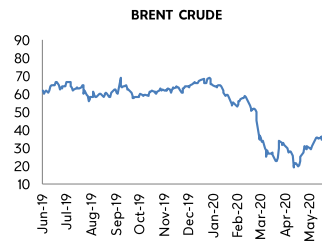
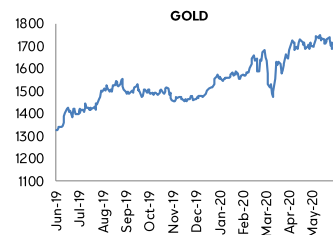
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.43	-8	30
BG 8Y yield	Invalid Security		
PL 10Y yield	1.40		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1718	0.2%	13.3%
BRENT CRUDE	41	-1.4%	-38.5%
LMEX	2614	0.6%	-8.1%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 10:15 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

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 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.

