

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

November 10, 2020

Global Markets

Marking the first successful results from a large-scale clinical trial, drugmaker Pfizer reported yesterday that its experimental Covid-19 vaccine, developed with German partner BioNTech, was more than 90% effective in preventing infection and that it will seek US FDA emergency use authorization later this month. In reaction to promising results on a Covid-19 vaccine, core government bonds came under pressure and gold dropped to late-September lows. On the other side, oil prices firmed with Brent crude standing not far from y-day's two-month peak near \$43.50/bbl in early European trade today. In FX markets, the EUR/USD retreated within the 1.1800/1.1840 area earlier today, on appetite for some profit taking after hitting a 2½ month high close to 1.1920 y-day, amid improved risk sentiment.

Greece

The overall industrial production index (IPI) in Sep-20 recorded a decrease of 2.4% compared with Sep-19, while in Sep-19 it had increased by 1.9% compared with the corresponding index in Sep-18. The average overall IPI for the period from January to September 2020 recorded a decrease of 3.7% compared with the average IPI of the period from January to September 2019. Meanwhile, in an interview the Minister of Finance Christos Staikouras opined that the new, stricter restrictive measures are expected to have an impact on this year's GDP. This might be reflected in a potential downward revision of the 2020 GDP projection (currently at -8.2%) in the forthcoming 2021 budget, however the negative effects can be reduced by public support interventions.

CESEE

Serbia: The parliament is expected to endorse today the revised 2020 fiscal budget. It envisages a twice as large than the previous targeted 2020 deficit on the back of additional necessary fiscal measures to combat the negative repercussions of the Covid-19 pandemic. The government avoided to cite a specific deficit target as a percentage of the projected GDP, however, following the IMF's forecast in the 5th PCI review over a -9.0% fiscal deficit and the Fiscal Council's opinion released yesterday that the budget deficit will not exceed the -8.8% of GDP threshold, we anticipate the target to be set somewhere beneath. The revision comes after the recent positively revised 2020 GDP recession forecast from -1.8% to -1.0% by the Ministry of Finance.

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GLOBAL MARKETS

Stock markets

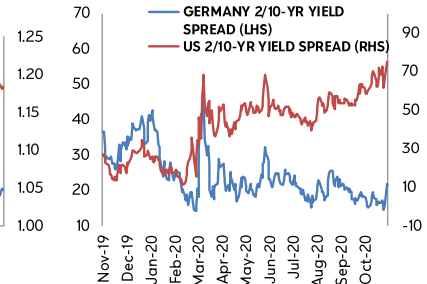
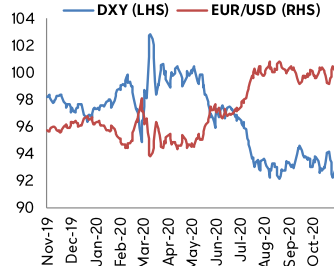
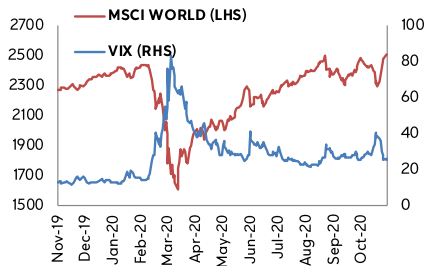
	Last	ΔD	ΔYTD
S&P 500	3550.50	1.17%	9.9%
Nikkei 225	24905.59	0.3%	5.3%
STOXX 600	381.29	0.1%	-8.3%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1835	0.2%	5.5%
GBP/USD	1.3214	0.4%	-0.3%
USD/JPY	105.03	0.3%	3.4%

Government Bonds

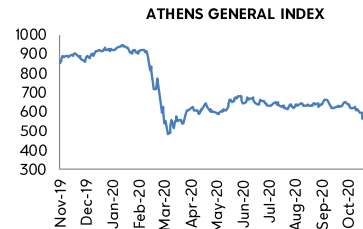
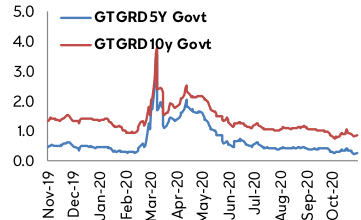
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.93	1	-99
Bund - 10yr	-0.51	0	-32
JGB - 10yr	0.05	2	6



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.25	0	-24
10Y Bond	0.87	1	-56
Δ(10YBund-10YGB)	1.38	0	-24



EMERGING MARKETS

Stock markets

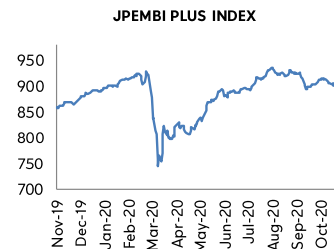
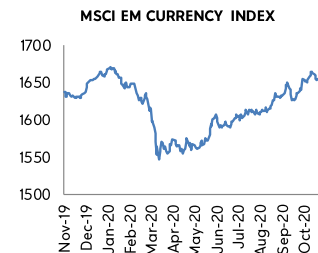
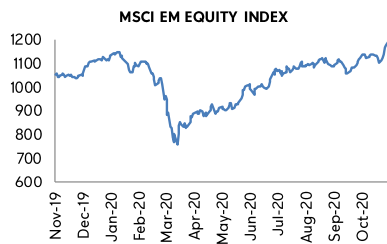
	Last	ΔD	ΔYTD
SOFIX	426.18	0.1%	-25.0%
BELEX	710.61	0.7%	-1136.1%
XU100	1232.59	0.1%	772.0%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4828	-0.1%	-5.1%
EUR/RSD	117.57	0.0%	0.1%
USD/TRY	8.2287	-1.9%	-27.7%

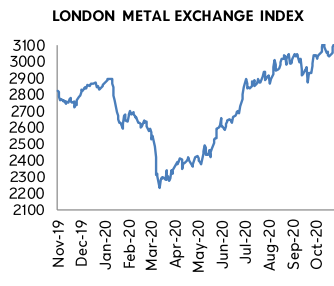
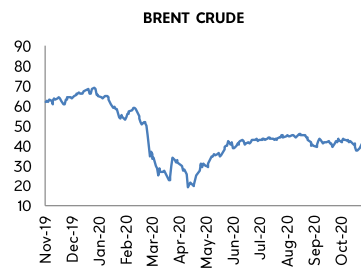
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.39	-2	26
BG 8Y yield	Invalid Security		
PL 10Y yield	1.24		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1888	1.4%	24.5%
BRENT CRUDE	43	0.7%	-35.3%
LMEX	3123	-0.2%	9.8%



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