

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

December 10, 2020

Global Markets

Heightened uncertainty surrounding Brexit trade talks and negotiations on a new US stimulus package weighed on risk sentiment in early trade on Thursday. Optimism on the back of positive vaccine news also dimmed after UK's medicine regulator (MHRA) cautioned that people with allergic reactions should not get the Pfizer vaccine. Meanwhile, the US Food & Drug Administration (FDA) will convene later today to discuss the Pfizer's Emergency Use Authorization request. In FX markets, the GBP/USD was losing 0.6% at 1.3310 in Asian trade, staying however above Monday's four-week low of 1.3225, after Brexit deadline was extended to Sunday. In the government bonds space, there was a further narrowing in spreads between core and periphery, with Italian and Spanish 10Y bond yields falling to all-time lows of 0.53% and 0.01%, respectively.

Greece

According to ELSTAT, in Q3-2020, the turnover index in accommodation fell by 74.5%YoY, while the turnover index in food service activities decreased by 37.9%YoY. Meanwhile, at the Economist conference yesterday, D. Costello, Dep. Dir. Gen. EC Economic and Financial Affairs, stated that Greece is among the first 7 countries to submit their draft plans for the Recovery and Resilience Fund, while, according to press, MinFin C. Staikouras noted that Greece aspires to absorb €5.5bn in 2021. On the pandemic, daily new Covid-19 cases appear to be declining gradually, with the weekly average standing at 1,449 yesterday compared to 1,771 in the previous week. The number of patients in ICUs however, decreases at a slower pace standing at 578 yesterday, against 613 one week ago.

CESEE

The German EU Council presidency has reportedly reached a preliminary agreement with Poland and Hungary that would allow both countries to remove their veto on the EU multi-year budget (1.8trn) and the Recovery Fund initiative (€750bn), due to their disagreement in linking the disbursement of the funds with compliance with the rule-of-law, in the next EU Council on 10-11 December. The agreement still ties disbursements of new EU funds to the rule-of-law conditionality, narrowing, however, the scope of its use to areas protecting against their potential misuse. The agreement foresees the introduction of multi-stage guidelines, set to comprise of a usage manual, including timetables and emergency brakes. Finally, sanctions cannot be enforced before the European Court of Justice has ruled on the legality of the new rules.

Contributing Authors

Olga Kosma
Research Economist
okosma@eurobank.gr

Anna Dimitriadou
Economic Analyst
andimitriadou@eurobank.gr

Ioannis Gkionis
Senior Economist
igkionis@eurobank.gr

GLOBAL MARKETS
Stock markets

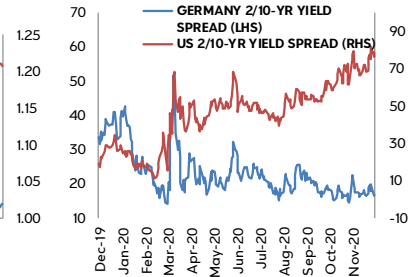
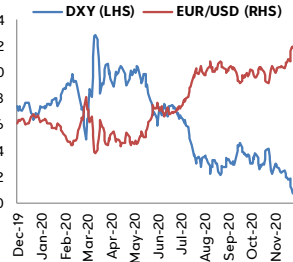
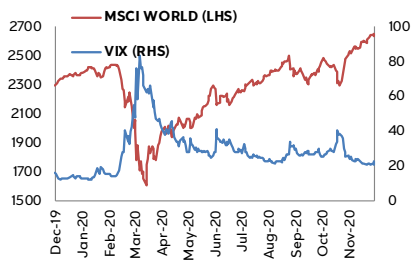
	Last	ΔD	ΔYTD
S&P 500	3672.82	-0.79%	13.7%
Nikkei 225	26756.24	-0.2%	13.1%
STOXX 600	394.90	0.3%	-5.0%

FOREX

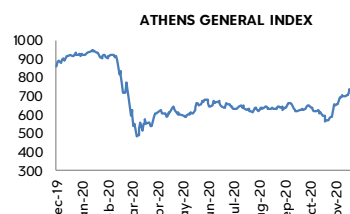
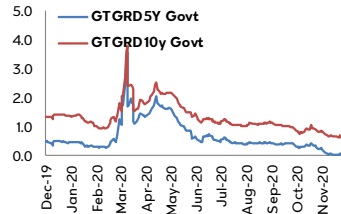
	Last	ΔD	ΔYTD
EUR/USD	1.2092	0.1%	7.8%
GBP/USD	1.3312	-0.6%	0.4%
USD/JPY	104.49	-0.2%	3.9%

Government Bonds

(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.92	-2	-100
Bund-10yr	-0.61	-1	-43
JGB - 10yr	0.02	-1	3


GREECE
Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.03	-1	-46
10Y Bond	0.60	-1	-83
Δ(10YBund-10YGGB)	1.22	0	-40


EMERGING MARKETS
Stock markets

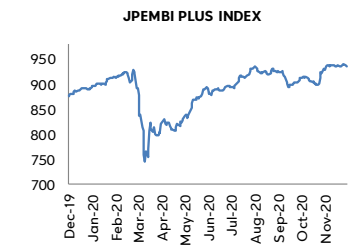
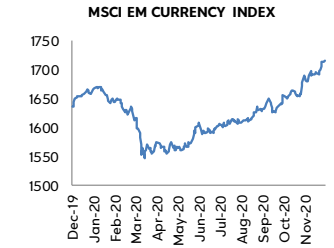
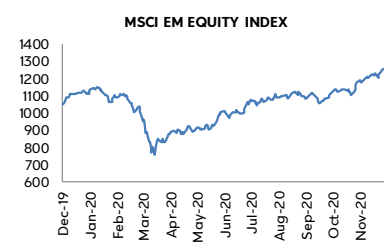
	Last	ΔD	ΔYTD
SOFIX	437.44	0.5%	-23.0%
BELEX	714.33	-0.2%	-1089.7%
XUI00	1357.84	0.6%	1866.6%

FOREX

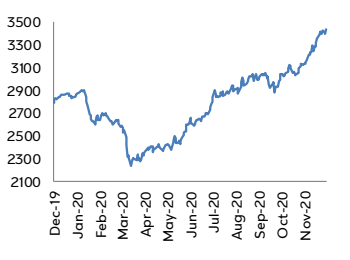
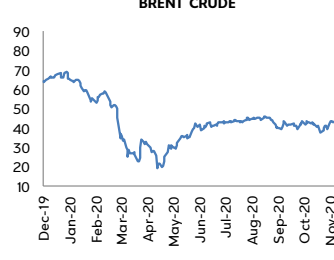
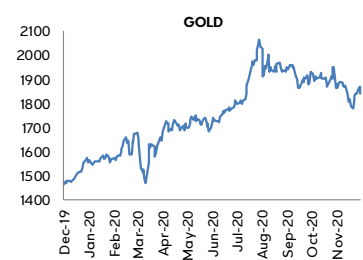
	Last	ΔD	ΔYTD
EUR/PLN	4.4329	0.1%	-4.0%
EUR/RSD	117.575	0.0%	0.1%
USD/TRY	7.846	-0.3%	-24.2%

Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	5.90	-4	-23
BG 8Y yield	Invalid Security		
PL 10Y yield	1.36		


COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1837	-0.1%	21.1%
BRENT CRUDE	49	0.1%	-25.9%
LMEX	3432	1.1%	20.7%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 09:55 EST

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 Rapanos
Economic Analyst
v-trapanos@eurobank.gr
+ 30 214 40 59 711



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

Περισσότερες εκδόσεις μας διαθέσιμες στην ηλεκτρονική διεύθυνση που ακολουθεί: <https://www.eurobank.gr/en/group/economic-research>
Εγγραφείτε ηλεκτρονικά, σε: <https://www.eurobank.gr/el/omilos/oikonomikes-analuseis/forma-ekdilosis-endarferontos>
Ακολουθήστε μας στο twitter: https://twitter.com/Eurobank_Group
Ακολουθήστε μας στο 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.

