

GLOBAL & REGIONAL DAILY

HIGHLIGHTS

November 11, 2020

Global Markets

The risk-on rally that was triggered by the promising results on a Covid-19 vaccine developed by Pfizer and BioNTech continued this morning, with European bourses opening higher and US equity futures pointing to a positive open. Brent oil continued to rise reaching levels close to \$45/bbl earlier today for the first time since early September. Amid improving risk sentiment, core fixed income markets stayed under pressure, with the 10-yr German Bund yield hitting a fresh two-month peak above -0.45% in early European trade and the respected UST yield ending slightly above 0.97% y-day, the highest since mid-March (US bond market is closed today for the Veterans day). In FX markets, higher UST yields revived demand for the USD, pushing the EUR/USD slightly below 1.18, ahead of the ECB's two-day annual Forum that kicks off today.

Greece

The inflation rate in Oct-20 decreased by 1.8% on an annual basis, while in Oct-19, it had decreased by 0.7%. On a monthly basis, the CPI in Oct-20 increased by 0.3%, against 0.1% in Oct-19. The average CPI for the twelve - month period from Nov-19 to Oct-20, compared with the corresponding index for the period Nov-18 to Oct-19 decreased by 0.8%, while the annual rate of change of the average CPI between the twelve - month period Nov-18 to Oct-19 in comparison to the period Nov-17 to Oct-18 was 0.3%. According to data reportedly provided by the competent Ministers in view of the 2021 budget submission on 21 November, the GDP contraction for 2020 is estimated at -10%, while for 2021 a 4.5%-5% recovery is expected and a primary deficit around 3% of GDP.

CESEE

TURKEY: In his first press comments since he was sworn in, the newly appointed Minister of Finance, Mr. Lutfi Elvan, vowed yesterday to implement market-friendly changes and improve the investment environment for international and domestic entrepreneurs, while using all tools to tackle inflation. Moreover, he added that strengthening institutions was important, and fiscal discipline would be maintained through realistic risk management. These comments follow those of the newly appointed Central Bank Governor, Mr. Naci Agbal, who emphasized that CBRT would “decisively” use all policy tools to achieve its main goal of price stability. The surprise departure of Mr. Berat Albayrak and Mr. Murat Uysal from top policy posts over the past weekend, has strengthened the lira by around 4% in the last three trading sessions to 8.17/\$.

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GLOBAL MARKETS

Stock markets

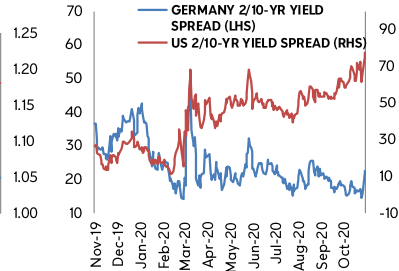
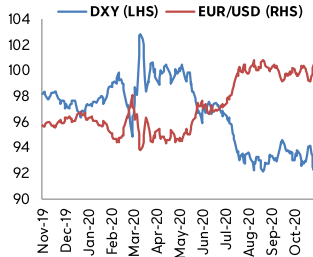
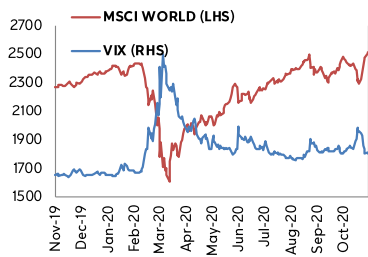
	Last	ΔD	ΔYTD
S&P 500	3545.53	-0.14%	9.7%
Nikkei 225	25349.60	1.8%	7.2%
STOXX 600	386.36	0.5%	-7.1%

FOREX

	Last	ΔD	ΔYTD
EUR/USD	1.1792	-0.2%	5.2%
GBP/USD	1.3287	0.1%	0.2%
USD/JPY	105.49	-0.2%	3.0%

Government Bonds

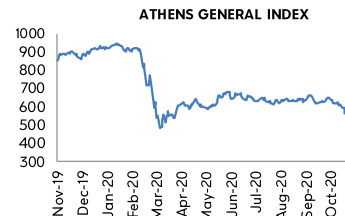
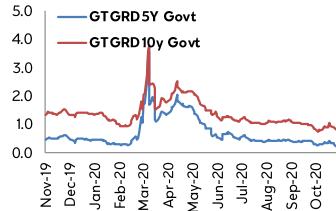
(yields)	Last	ΔDbps	ΔYTD bps
UST - 10yr	0.98	2	-94
Bund-10yr	-0.47	1	-29
JGB - 10yr	0.04	0	5



GREECE

Government Bonds

(yields)	Last	ΔDbps	ΔYTDbps
5Y Bond	0.22	0	-27
10Y Bond	0.84	0	-60
Δ(10YBund-10YGB)	1.31	0	-31



EMERGING MARKETS

Stock markets

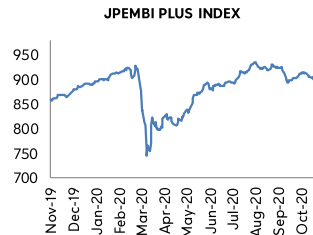
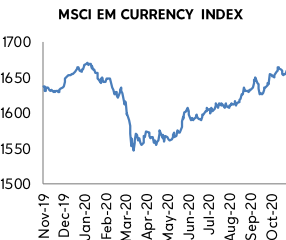
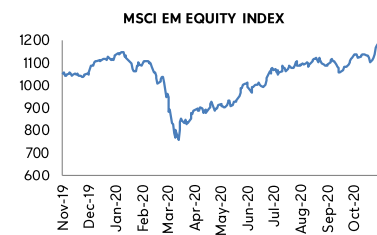
	Last	ΔD	ΔYTD
SOFIX	428.29	-0.1%	-24.6%
BELEX	709.92	-0.1%	-1144.7%
XU100	1252.29	0.7%	944.2%

FOREX

	Last	ΔD	ΔYTD
EUR/PLN	4.4916	0.1%	-5.3%
EUR/RSD	117.605	0.1%	0.1%
USD/TRY	8.1272	0.4%	-26.8%

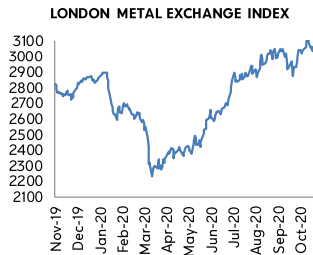
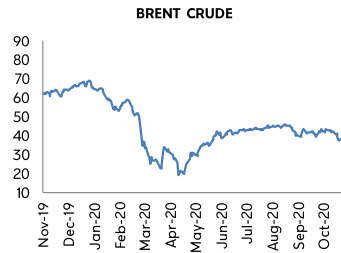
Government Bonds

	Last	ΔDbps	ΔYTD bps
TR 10Y yield	6.31	-7	18
BG 8Y yield	Invalid Security		
PL 10Y yield	1.27		



COMMODITIES

	Last	ΔD	ΔYTD
GOLD	1877	0.0%	23.7%
BRENT CRUDE	45	2.3%	-32.4%
LMEX	3134	0.4%	10.2%



Source: Reuters, Bloomberg, Eurobank Economic Analysis and Financial Markets Research
Data updated as of 10:40 EST

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